

Domestic Fundamentals:

- *Mixed sentiments reported among major spot markets on Friday amid lower arrivals.*
- *Guar seed prices are expected to rise further in the near future due to lower sowing, less rainfall received by standing crops and easterly winds that have hindered the guar plants growth. Furthermore carryover stock has also reduced due to increased exports. Future prices are expected to reach Rs 4400 per quintal in coming days.*
- *All India weekly average prices increased by 5.06 percent to Rs. 3385.90 per quintal during the week ended 15th August 2017. Guar seed average price were ruling at Rs 3222.89 per quintal during 01-08 August 2017. As compared to prices in the week 09-15 August 2016, the prices are firm by 2.48 percent. Prices are expected to remain steady to firm in coming days.*
- *According to latest update, area sown in Gujarat until 21st August 2017 is 188600 hectares compared to 171500 hectares in the previous Kharif season. Area of guar is expected to be lower this season due to crop loss. Furthermore farmers are also shifting to other crops like cotton in irrigated areas and pulses in rain fed areas as these crops are fetching more returns. The last three year average normal area for guar seed in Gujarat is 292400 hectares.*
- *India has received 572.4 mm of actual rainfall against 598.2 mm of normal rainfall since the beginning of monsoon season until 16th August. Northwest and East & Northeast India are the only regions to receive more than normal rainfall. In the week (10th – 16th August) India has received rainfall below LPA by 16% and the worst hit region was central India which received rainfall below LPA by 63%. Furthermore a low pressure is developing in the Bay of Bengal which is likely to bring in central India which has seen a weak monsoon in last week.*
- *The wholesale price index of guar seed has decreased from 78.5 in June 2017 to 76.8 in July 2017. The WPI for July 2017 is lower by 3.15 compared to last year for the same month and by 2.5 compared to July 2015.*
- *As per latest update by Rajasthan agriculture department, guar seed has been sown in 2826.5 thousand hectares until 15th August 2017 against a target of 3800 thousand hectares for current Kharif season. As compared to last year for the same date, area is up 116.5 thousand hectares. Last Kharif season guar was sown in 3530 thousand hectares. The last five year average area ending 2011-15 for guar seed in Rajasthan is 4424 thousand hectares.*
- *Government has imposed 5 percent GST on guar meal making it less competitive compared to other cattle feeds available in the market. Furthermore a 5 percent GST on guar gum has also upset export demand for the commodity. Trading activities are sluggish as traders are still unclear regarding various aspects of GST.*

- As per data released by baker hughes the number of oil rigs in USA has increased to 933 until 16th June up by 6 compared to last week and by 509 compared to 17th June 2016. Guar gum is used in hydraulic fracturing for extracting oil and gas; therefore, as the number of oilrigs is increasing demand for guar gum is also expected to increase. The number of oilrigs is expected to increase further in coming months, which will provide support to guar gum prices.

Outlook: Prices are likely to move steady to firm in coming days.

Guar Seed 10MT

Contract	+/--\$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	162	4097	4234	4080	4234	221170	68,540	98020	4,160
Nov-17	164	4131	4282	4131	4282	11010	6,000	12190	1,650

Guar Gum 5MT

Contract	+/--\$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	339	8555	8835	8511	8835	36985	14,450	44785	55
Nov-17	343	8700	8961	8650	8960	2470	1,675	5795	825

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	23-Aug-17	23-Aug-17	23-Aug-17	21-Aug-17
Bikaner	1289	131	1420	1137
Deesa	11180	377	11557	11012
Sri Ganganagar	1287	0	1287	1286
Jodhpur	269	99	368	239
Nokha	-	-	-	-

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	23-Aug-17	23-Aug-17	23-Aug-17	21-Aug-17
Deesa	40	0	40	40
Bikaner	5363	20	5383	5223
Jodhpur	7858	90	7948	7788
Nokha	5716	40	5756	5606
Sri Ganganagar	369	0	369	429

Churi and Korma Prices: As On 25th August, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1331
Korma	Jodhpur	1819
Churi	Sri Ganganagar	1475
Korma	Sri Ganganagar	1875

Guar Export Prices: As On 25th August, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		80	1249
Guargum Powder	200 Mesh 5000 CPS	100	1561
	200 Mesh 3500 CPS	95	1483
Guargum Meal	Meal 40%	21	328
	Meal 50%	24	375

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			25-Aug-17	24-Aug-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	Closed	4000	-
		Jodhpur(Delivery)	Closed	4200	-
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3825	3825	Unch
		Sri-Ganganagar (Delivery)	3950	3950	Unch
		Rawla (Loose)	3900	3850	50
		Gharsana (Loose)	3820	3760	60
		Raisinghnagar (Loose)	3839	3800	39
	Bikaner	Bikaner (Loose)	3900	3900	Unch
		Bikaner (Delivery)	4095	4095	Unch
		Nokha(Loose)	3850	3825	25
		Nokha (Delivery)	4043	4016	26
		Khajuwala (Loose)	3940	3940	Unch
		Khajuwala (Delivery)	4137	4137	Unch
		Lunkaransar (Loose)	Closed	3850	-
	Hanumangarh	Hanumangarh (Loose)	3716	3850	-134
		Hanumangarh (Delivery)	3902	4043	-141
		Nohar (Loose)	3800	3900	-100
		Pilibanga (Loose)	3600	3600	Unch
	Nagaur	Nagaur (Loose)	4100	3750	350
	Churu	Churu (Delivery)	3900	4000	-100
	Alwar	Alwar (Loose)	3500	3600	-100

Haryana	Hisar	Adampur (Loose)	Closed	3800	-
		Adampur (Delivery)	Closed	3990	-
	Bhiwani	Bhiwani (Delivery)	3900	3900	Unch
		Siwani (Loose)	3925	3925	Unch
	Sirsa	Sirsa (Loose)	Closed	3800	-
		Dhabwali (Loose)	Closed	3700	-
		Dhabwali (Delivery)	Closed	3885	-
		Ellanabad (Loose)	Closed	3850	-
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	Closed	3775	-
	Patan	Patan (Loose)	NR	3675	-
	Rajkot	Rajkot (Loose)	NA	NA	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	Closed	3200	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	Closed	8500	-
	Alwar	Alwar	8500	8500	Unch
	Hanumangarh	Nohar	8400	8600	-200
Haryana	Bhiwani	Bhiwani	8600	8600	Unch
	Sirsa	Sirsa	Closed	8500	-
		Dhabwali	Closed	8600	-
		Ellanabad	Closed	8600	-
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			25-Aug-17	24-Aug-17	
Rajasthan	Jodhpur	Jodhpur	Closed	325	-
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	200	100	100
		Gharsana	19	70	-51
		Raisinghnagar	250	700	-450
	Bikaner	Bikaner	50	50	Unch
		Nokha	350	500	-150
		Khajuwala	300	400	-100
		Lunkaransar	Closed	100	-
	Hanumangarh	Hanumangarh	7	4	3
		Nohar	200	300	-100
		Pilibanga	87	87	Unch

	Nagaur	Nagaur	300	250	50
	Churu	Churu	500	1000	-500
	Alwar	Alwar	100	200	-100
Haryana	Hisar	Adampur	Closed	500	-
	Bhiwani	Bhiwani	700	700	Unch
		Siwani	800	1200	-400
	Sirsa	Sirsa	Closed	NA	-
		Dhabwali	Closed	NA	-
		Ellanabad	Closed	NA	-
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	Closed	210	-
	Patan	Patan	NR	165	-
	Rajkot	Rajkot	NA	NA	-
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	Closed	50	-
Total Arrivals/Above Markets			4363	7411	-3048

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