

**Domestic Fundamentals:**

- Most of the markets remained closed due to Ganesh Chaturthi and no major trading activities were reported.
- All India weekly average prices increased by 3.01 percent to Rs. 3487.88 per quintal during the week ended 23rd August 2017. Guar seed average price were ruling at Rs 3385.90 per quintal during 09-15 August 2017. As compared to prices in the week 16-23 August 2016, the prices are firm by 1.53 percent. Prices are expected to remain steady to firm in coming days.
- 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.
- 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 16<sup>th</sup> June up by 6 compared to last week and by 509 compared to 17<sup>th</sup> 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
	25-Aug-17	25-Aug-17	25-Aug-17	21-Aug-17
Bikaner	1350	231	1581	1137
Deesa	11112	566	11678	11012
Sri Ganganagar	1287	0	1287	1286
Jodhpur	377	118	495	239
Nokha	-	-	-	-

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	25-Aug-17	25-Aug-17	25-Aug-17	21-Aug-17
Deesa	40	0	40	40
Bikaner	5363	20	5383	5223
Jodhpur	7947	80	8027	7788
Nokha	5716	99	5815	5606
Sri Ganganagar	369	0	369	429

Churi and Korma Prices: As On 26<sup>th</sup> 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 26<sup>th</sup> August, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		80	1249
Guargum Powder	200 Mesh 5000 CPS	100	1562
	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
			26-Aug-17	25-Aug-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	Closed	Closed	-
		Jodhpur(Delivery)	Closed	Closed	-
	Sri-Ganganagar	Sri-Ganganagar(Loose)	Closed	3825	-
		Sri-Ganganagar (Delivery)	Closed	3950	-
		Rawla (Loose)	NA	3900	-
		Gharsana (Loose)	3825	3820	5
		Raisinghnagar (Loose)	Closed	3839	-
	Bikaner	Bikaner (Loose)	Closed	3900	-
		Bikaner (Delivery)	Closed	4095	-
		Nokha(Loose)	3875	3850	25
		Nokha (Delivery)	4069	4043	26
		Khajuwala (Loose)	Closed	3940	-
		Khajuwala (Delivery)	Closed	4137	-
		Lunkaransar (Loose)	Closed	Closed	-
	Hanumangarh	Hanumangarh (Loose)	3716	3716	Unch
		Hanumangarh (Delivery)	3902	3902	Unch
		Nohar (Loose)	3800	3800	Unch
		Pilibanga (Loose)	NA	3600	-
	Nagaur	Nagaur (Loose)	4000	4100	-100
	Churu	Churu (Delivery)	3900	3900	Unch

	Alwar	Alwar (Loose)	3500	3500	Unch
Haryana	Hisar	Adampur (Loose)	Closed	Closed	-
		Adampur (Delivery)	Closed	Closed	-
	Bhiwani	Bhiwani (Delivery)	Closed	3900	-
		Siwani (Loose)	3875	3925	-50
	Sirsa	Sirsa (Loose)	Closed	Closed	-
		Dhabwali (Loose)	Closed	Closed	-
		Dhabwali (Delivery)	Closed	Closed	-
		Ellanabad (Loose)	Closed	Closed	-
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	Closed	Closed	-
	Patan	Patan (Loose)	3780	NR	-
	Rajkot	Rajkot (Loose)	NA	NA	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	Closed	Closed	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	Closed	Closed	-
	Alwar	Alwar	8500	8500	Unch
	Hanumangarh	Nohar	8400	8400	Unch
Haryana	Bhiwani	Bhiwani	Closed	8600	-
	Sirsa	Sirsa	Closed	Closed	-
		Dhabwali	Closed	Closed	-
		Ellanabad	Closed	Closed	-
	Fatehabad	Fatehabad	NR	NR	-

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			26-Aug-17	25-Aug-17	
Rajasthan	Jodhpur	Jodhpur	Closed	Closed	-
	Sri-Ganganagar	Sri-Ganganagar	Closed	500	-
		Rawla	NA	200	-
		Gharsana	100	19	81
		Raisinghnagar	Closed	250	-
	Bikaner	Bikaner	Closed	50	-
		Nokha	300	350	-50
		Khajuwala	Closed	300	-
		Lunkaransar	Closed	Closed	-
	Hanumangarh	Hanumangarh	7	7	Unch
		Nohar	200	200	Unch

		Pilibanga	NA	87	-
	<b>Nagaur</b>	Nagaur	300	300	Unch
	<b>Churu</b>	Churu	500	500	Unch
	<b>Alwar</b>	Alwar	100	100	Unch
<b>Haryana</b>	<b>Hisar</b>	Adampur	Closed	Closed	-
	<b>Bhiwani</b>	Bhiwani	Closed	700	-
		Siwani	500	800	-300
	<b>Sirsa</b>	Sirsa	Closed	Closed	-
		Dhabwali	Closed	Closed	-
		Ellanabad	Closed	Closed	-
	<b>Fatehabad</b>	Fatehabad	NR	NR	-
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa	Closed	Closed	-
	<b>Patan</b>	Patan	210	NR	-
	<b>Rajkot</b>	Rajkot	NA	NA	-
	<b>Jamnagar</b>	Dhrol	NA	NA	-
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra	Closed	Closed	-
<b>Total Arrivals/Above Markets</b>			<b>2217</b>	<b>4363</b>	<b>-2146</b>

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