

Domestic Fundamentals:

- Mostly firm sentiments reported in major spot market on Monday amid higher arrivals.
- 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 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	-52	4205	4288	4165	4182	184720	-36,450	99520	1,500
Nov-17	-45	4250	4344	4154	4237	11250	240	13230	1,040

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	-77	8804	9023	8736	8758	40230	3,245	45220	435
Nov-17	-75	8960	9130	8851	8885	2480	10	6540	745

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	26-Aug-17	26-Aug-17	26-Aug-17	21-Aug-17
Bikaner	1350	231	1581	1137
Deesa	11191	487	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
	26-Aug-17	26-Aug-17	26-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 26th August, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1475
Korma	Jodhpur	1913
Churi	Sri Ganganagar	1350
Korma	Sri Ganganagar	1800

Guar Export Prices: As On 26th August, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		NR	NR
Guargum Powder	200 Mesh 5000 CPS	NR	NR
	200 Mesh 3500 CPS	NR	NR
Guargum Meal	Meal 40%	NR	NR
	Meal 50%	NR	NR

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			28-Aug-17	26-Aug-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	4200	Closed	-
		Jodhpur(Delivery)	4410	Closed	-
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3685	Closed	-
		Sri-Ganganagar (Delivery)	3835	Closed	-
		Rawla (Loose)	NA	NA	-
		Gharsana (Loose)	3870	3825	45
		Raisinghnagar (Loose)	3900	Closed	-
	Bikaner	Bikaner (Loose)	4000	Closed	-
		Bikaner (Delivery)	4200	Closed	-
		Nokha(Loose)	3950	3875	75
		Nokha (Delivery)	4148	4069	79
		Khajuwala (Loose)	3940	Closed	-
		Khajuwala (Delivery)	4137	Closed	-
		Lunkaransar (Loose)	4000	Closed	-
	Hanumangarh	Hanumangarh (Loose)	NA	3716	-
		Hanumangarh (Delivery)	NA	3902	-
		Nohar (Loose)	3940	3800	140
		Pilibanga (Loose)	3660	NA	-
	Nagaur	Nagaur (Loose)	4000	4000	Unch

	Churu	Churu (Delivery)	4000	3900	100
	Alwar	Alwar (Loose)	3600	3500	100
Haryana	Hisar	Adampur (Loose)	Closed	Closed	-
		Adampur (Delivery)	Closed	Closed	-
	Bhiwani	Bhiwani (Delivery)	3950	Closed	-
		Siwani (Loose)	3950	3875	75
	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)	3725	3780	-55
	Rajkot	Rajkot (Loose)	NA	NA	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	Closed	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8900	Closed	-
	Alwar	Alwar	8800	8500	300
	Hanumangarh	Nohar	8600	8400	200
Haryana	Bhiwani	Bhiwani	9000	Closed	-
	Sirsa	Sirsa	Closed	Closed	-
		Dhabwali	Closed	Closed	-
		Ellanabad	Closed	Closed	-
	Fatehabad	Fatehabad	NR	NR	-
		Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			28-Aug-17	26-Aug-17	
Rajasthan	Jodhpur	Jodhpur	19	Closed	-
	Sri-Ganganagar	Sri-Ganganagar	75	Closed	-
		Rawla	NA	NA	-
		Gharsana	150	100	50
		Raisinghnagar	NA	Closed	-
	Bikaner	Bikaner	200	Closed	-
		Nokha	350	300	50
		Khajuwala	200	Closed	-
		Lunkaransar	1000	Closed	-
	Hanumangarh	Hanumangarh	NA	7	-

		Nohar	250	200	50
		Pilibanga	22	NA	-
	Nagaur	Nagaur	150	300	-150
	Churu	Churu	500	500	Unch
	Alwar	Alwar	200	100	100
Haryana	Hisar	Adampur	Closed	Closed	-
	Bhiwani	Bhiwani	600	Closed	-
		Siwani	500	500	Unch
	Sirsa	Sirsa	Closed	Closed	-
		Dhabwali	Closed	Closed	-
		Ellanabad	Closed	Closed	-
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	Closed	Closed	-
	Patan	Patan	3	210	-207
	Rajkot	Rajkot	NA	NA	-
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	Closed	-
Total Arrivals/Above Markets			4219	2217	2002

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