

**Domestic Fundamentals:**

- Mostly weak sentiments reported in major spot market on Tuesday amid lower arrivals.
- Guar gum exports for April-June 2017 in terms of value is Rs 1176 Crore compared to Rs 547 Crore in April-June 2016. Exports have increased by around 115% in terms of value compared to last year. With recovery of international oil market demand for guar gum is also expected to increase in coming months.
- 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.
- 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	-67	4160	4208	4094	4117	206320	21,600	96950	-2,570
Nov-17	-52	4222	4260	4145	4170	12190	940	14880	1,650

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	-91	8780	8875	8586	8702	43055	2,825	45550	330
Nov-17	-64	8842	8984	8711	8840	2105	-375	7105	565

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	28-Aug-17	28-Aug-17	28-Aug-17	28-Aug-17
Bikaner	1500	161	1661	1500
Deesa	11370	714	12084	11369
Sri Ganganagar	1287	0	1287	1286
Jodhpur	446	148	594	447
Nokha	-	-	-	-

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	28-Aug-17	28-Aug-17	28-Aug-17	28-Aug-17
Deesa	40	0	40	40
Bikaner	5383	40	5423	5382
Jodhpur	7976	154	8130	7977
Nokha	5401	30	5431	5402
Sri Ganganagar	369	0	369	369

Churi and Korma Prices: As On 29<sup>th</sup> 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 29<sup>th</sup> August, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		87	1359
Guargum Powder	200 Mesh 5000 CPS	107	1672
	200 Mesh 3500 CPS	102	1594
Guargum Meal	Meal 40%	20	312
	Meal 50%	25	391

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			29-Aug-17	28-Aug-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	4000	4200	-200
		Jodhpur(Delivery)	4200	4410	-210
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3950	3685	265
		Sri-Ganganagar (Delivery)	4050	3835	215
		Rawla (Loose)	3830	NA	-
		Gharsana (Loose)	3750	3870	-120
		Raisinghnagar (Loose)	3800	3900	-100
	Bikaner	Bikaner (Loose)	3850	4000	-150
		Bikaner (Delivery)	4043	4200	-158
		Nokha(Loose)	3860	3950	-90
		Nokha (Delivery)	4053	4148	-95
		Khajuwala (Loose)	NR	3940	-
		Khajuwala (Delivery)	NR	4137	-
		Lunkaransar (Loose)	3800	4000	-200
	Hanumangarh	Hanumangarh (Loose)	NA	NA	-
		Hanumangarh (Delivery)	NA	NA	-
		Nohar (Loose)	3800	3940	-140
		Pilibanga (Loose)	NA	3660	-
	Nagaur	Nagaur (Loose)	3850	4000	-150
	Churu	Churu (Delivery)	3950	4000	-50

	<b>Alwar</b>	Alwar (Loose)	3550	3600	<b>-50</b>
<b>Haryana</b>	<b>Hisar</b>	Adampur (Loose)	3775	Closed	-
		Adampur (Delivery)	3964	Closed	-
	<b>Bhiwani</b>	Bhiwani (Delivery)	3900	3950	<b>-50</b>
		Siwani (Loose)	3900	3950	<b>-50</b>
	<b>Sirsa</b>	Sirsa (Loose)	NA	Closed	-
		Dhabwali (Loose)	NA	Closed	-
		Dhabwali (Delivery)	NA	Closed	-
		Ellanabad (Loose)	NR	Closed	-
	<b>Fatehabad</b>	Fatehabad (Loose)	Closed	NR	-
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa (Loose)	3650	Closed	-
	<b>Patan</b>	Patan (Loose)	3750	3725	<b>25</b>
	<b>Rajkot</b>	Rajkot (Loose)	NR	NA	-
	<b>Jamnagar</b>	Dhrol (Loose)	NA	NA	-
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra (Loose)	NA	3450	-
<b>Guar Gum</b>					
<b>Rajasthan</b>	<b>Jodhpur</b>	Jodhpur	8800	8900	<b>-100</b>
	<b>Alwar</b>	Alwar	8800	8800	<b>Unch</b>
	<b>Hanumangarh</b>	Nohar	8400	8600	<b>-200</b>
<b>Haryana</b>	<b>Bhiwani</b>	Bhiwani	8650	9000	<b>-350</b>
	<b>Sirsa</b>	Sirsa	NA	Closed	-
		Dhabwali	NA	Closed	-
		Ellanabad	NR	Closed	-
	<b>Fatehabad</b>	Fatehabad	Closed	NR	-

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			29-Aug-17	28-Aug-17	
<b>Guar Seed</b>	<b>Jodhpur</b>	Jodhpur	5	19	<b>-14</b>
	<b>Sri-Ganganagar</b>	Sri-Ganganagar	300	75	<b>225</b>
		Rawla	100	NA	-
		Gharsana	50	150	<b>-100</b>
		Raisinghnagar	150	NA	-
	<b>Bikaner</b>	Bikaner	200	200	<b>Unch</b>
		Nokha	350	350	<b>Unch</b>
		Khajuwala	NR	200	-
		Lunkaransar	200	1000	<b>-800</b>
	<b>Hanumangarh</b>	Hanumangarh	NA	NA	-
		Nohar	250	250	<b>Unch</b>

		Pilibanga	NA	22	-
	<b>Nagaur</b>	Nagaur	100	150	-50
	<b>Churu</b>	Churu	500	500	Unch
	<b>Alwar</b>	Alwar	200	200	Unch
<b>Haryana</b>	<b>Hisar</b>	Adampur	200	Closed	-
	<b>Bhiwani</b>	Bhiwani	800	600	200
		Siwani	800	500	300
	<b>Sirsa</b>	Sirsa	NA	Closed	-
		Dhabwali	NA	Closed	-
		Ellanabad	NR	Closed	-
	<b>Fatehabad</b>	Fatehabad	Closed	NR	-
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa	350	Closed	-
	<b>Patan</b>	Patan	133	3	130
	<b>Rajkot</b>	Rajkot	NR	NA	-
	<b>Jamnagar</b>	Dhrol	NA	NA	-
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra	NA	110	-
<b>Total Arrivals/Above Markets</b>			<b>4688</b>	<b>4329</b>	<b>359</b>

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