

Domestic Fundamentals:

- Mostly firm sentiments reported in major spot market on Wednesday amid higher arrivals.
- According to latest update, area sown in Gujarat until 28th August 2017 is 166300 hectares compared to 192800 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.
- As per latest update by Rajasthan agriculture department, guar seed has been sown in 2744.9 thousand hectares until 17th 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 6.4 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.
- 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 4500 per quintal in coming days.
- 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.
- 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 decreased to 940 until 25th August 2017 down by 6 compared to last week and up by 451 compared to 18th August 2016. Guar gum is used in hydraulic fracturing for extracting oil and gas; therefore, as the number of oilrigs increases or decreases the demand for guar gum is also affected.

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	-5	4139	4194	4102	4123	145260	-61,060	97630	680
Nov-17	-2	4229	4246	4159	4181	5650	-6,540	15650	770

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	7	8800	8890	8661	8727	29690	-13,365	46535	985
Nov-17	17	8952	9000	8790	8850	1855	-250	7440	335

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	29-Aug-17	29-Aug-17	29-Aug-17	28-Aug-17
Bikaner	1550	111	1661	1500
Deesa	11588	496	12084	11369
Sri Ganganagar	1217	0	1217	1286
Jodhpur	515	89	604	447
Nokha	-	-	-	-

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	29-Aug-17	29-Aug-17	29-Aug-17	28-Aug-17
Deesa	40	0	40	40
Bikaner	5402	20	5422	5382
Jodhpur	7987	164	8151	7977
Nokha	5183	159	5342	5402
Sri Ganganagar	329	0	329	369

Churi and Korma Prices: As On 30th August, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1450
Korma	Jodhpur	1900
Churi	Sri Ganganagar	1325
Korma	Sri Ganganagar	1763

Guar Export Prices: As On 30th August, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		87	1361
Guargum Powder	200 Mesh 5000 CPS	107	1674
	200 Mesh 3500 CPS	102	1595
Guargum Meal	Meal 40%	20	313
	Meal 50%	25	391

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			30-Aug-17	29-Aug-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	4050	4000	50
		Jodhpur(Delivery)	4253	4200	53
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3900	3950	-50
		Sri-Ganganagar (Delivery)	4000	4050	-50
		Rawla (Loose)	3830	3830	Unch
		Gharsana (Loose)	3825	3750	75
		Raisinghnagar (Loose)	3800	3800	Unch
	Bikaner	Bikaner (Loose)	3850	3850	Unch
		Bikaner (Delivery)	4043	4043	Unch
		Nokha(Loose)	3850	3860	-10
		Nokha (Delivery)	4043	4053	-11
		Khajuwala (Loose)	3910	3890	20
		Khajuwala (Delivery)	4106	4085	21
		Lunkaransar (Loose)	3850	3800	50
	Hanumangarh	Hanumangarh (Loose)	3650	3595	55
		Hanumangarh (Delivery)	3833	3775	58
		Nohar (Loose)	3800	3800	Unch
		Pilibanga (Loose)	3770	NA	-
	Nagaur	Nagaur (Loose)	3750	3850	-100
	Churu	Churu (Delivery)	4000	3950	50
	Alwar	Alwar (Loose)	3600	3550	50

Haryana	Hisar	Adampur (Loose)	3825	3775	50
		Adampur (Delivery)	4016	3964	53
	Bhiwani	Bhiwani (Delivery)	3925	3900	25
		Siwani (Loose)	3925	3900	25
	Sirsa	Sirsa (Loose)	3850	NA	-
		Dhabwali (Loose)	3700	NA	-
		Dhabwali (Delivery)	3885	NA	-
		Ellanabad (Loose)	3800	NR	-
	Fatehabad	Fatehabad (Loose)	NR	Closed	-
Gujarat	Banaskantha	Deesa (Loose)	3650	3650	Unch
	Patan	Patan (Loose)	3700	3750	-50
	Rajkot	Rajkot (Loose)	NR	NR	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8650	8800	-150
	Alwar	Alwar	8600	8800	-200
	Hanumangarh	Nohar	8500	8400	100
Haryana	Bhiwani	Bhiwani	8850	8650	200
	Sirsa	Sirsa	8750	NA	-
		Dhabwali	8500	NA	-
		Ellanabad	8500	NR	-
	Fatehabad	Fatehabad	NR	Closed	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			30-Aug-17	29-Aug-17	
Guar Seed	Jodhpur	Jodhpur	68	5	63
	Sri-Ganganagar	Sri-Ganganagar	500	300	200
		Rawla	100	100	Unch
		Gharsana	50	50	Unch
		Raisinghnagar	200	150	50
	Bikaner	Bikaner	200	200	Unch
		Nokha	500	350	150
		Khajuwala	300	300	Unch
		Lunkaransar	300	200	100
	Hanumangarh	Hanumangarh	40	40	Unch
		Nohar	200	250	-50
		Pilibanga	8	NA	-

	Nagaur	Nagaur	50	100	-50
	Churu	Churu	500	500	Unch
	Alwar	Alwar	200	200	Unch
Haryana	Hisar	Adampur	300	200	100
	Bhiwani	Bhiwani	700	800	-100
		Siwani	700	800	-100
	Sirsa	Sirsa	300	NA	-
		Dhabwali	50	NA	-
		Ellanabad	50	NR	-
	Fatehabad	Fatehabad	NR	Closed	-
Gujarat	Banaskantha	Deesa	40	350	-310
	Patan	Patan	10	133	-123
	Rajkot	Rajkot	NR	NR	-
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			5366	5028	338

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