

Domestic Fundamentals:

- Mostly weak sentiments reported in major spot market on Monday amid higher arrivals. Haryana remained closed due to strike.
- All India weekly average prices decreased by 4.62 percent to Rs. 3326.68 per quintal during the week ended 31st August 2017. Guar seed average price were ruling at Rs 3487.88 per quintal during 16-23 August 2017. As compared to prices in the week 24-31 August 2016, the prices are firm by 19.21 percent. Prices are expected to remain steady to weak in coming days.
- Prices fell down last week due to rain in main guar producing region as it provided support to the standing crop and increased prospects of better yield. Any further rains will provide additional support to standing crop and prices can fall down to 3620-3650 for October future contract.
- India has received 683.60 mm of actual rainfall against 707.40 mm of normal rainfall since the beginning of monsoon season until 30th August. In the week (24th – 30th August) India has received rainfall above LPA by 24% and the worst hit region was East & Northeast India which received rainfall below LPA by -21%. Since the beginning of monsoon season Punjab, Chandigarh, Delhi, West Uttar Pradesh, East Madhya Pradesh and Vidharba have received deficient rainfall.
- As per data released by baker hughes the number of oil rigs in USA has decreased to 943 until 01st September 2017 up by 3 compared to last week and by 446 compared to 02nd September 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.
- 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.
- Guargum 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 guargum is also expected to increase in coming months.

- 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.

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

Guar Seed 10MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	-52	3855	3870	3763	3772	138140	-29,490	92130	530
Nov-17	-58	3916	3917	3814	3816	9020	-4,420	19460	1,580

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	-136	8129	8190	7916	7935	24830	-7,115	43930	-15
Nov-17	-141	8236	8310	8032	8035	1885	-1,285	8530	370

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	2-Sep-17	2-Sep-17	2-Sep-17	28-Aug-17
Bikaner	1870	132	2002	1500
Deesa	12352	763	13115	11369
Sri Ganganagar	1217	99	1316	1286
Jodhpur	615	197	812	447
Nokha	-	-	-	-

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	2-Sep-17	2-Sep-17	2-Sep-17	28-Aug-17
Deesa	40	0	40	40
Bikaner	5492	35	5527	5382
Jodhpur	8305	229	8534	7977
Nokha	5372	0	5372	5402
Sri Ganganagar	329	0	329	369

Churi and Korma Prices: As On 4th September, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1450
Korma	Jodhpur	1875
Churi	Sri Ganganagar	1313
Korma	Sri Ganganagar	1763

Guar Export Prices: As On 4th September, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		81	1265
Guargum Powder	200 Mesh 5000 CPS	101	1577
	200 Mesh 3500 CPS	96	1499
Guargum Meal	Meal 40%	20	312
	Meal 50%	25	390

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			4-Sep-17	2-Sep-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3625	3700	-75
		Jodhpur(Delivery)	3806	3885	-79
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3650	3700	-50
		Sri-Ganganagar (Delivery)	3750	3800	-50
		Rawla (Loose)	3620	3620	Unch
		Gharsana (Loose)	3550	NR	-
		Raisinghnagar (Loose)	3600	3770	-170
	Bikaner	Bikaner (Loose)	3640	Closed	-
		Bikaner (Delivery)	3822	Closed	-
		Nokha(Loose)	3525	3600	-75
		Nokha (Delivery)	3701	3780	-79
		Khajuwala (Loose)	3550	3640	-90
		Khajuwala (Delivery)	3728	3822	-95
		Lunkaransar (Loose)	3450	3500	-50
	Hanumangarh	Hanumangarh (Loose)	3500	3500	Unch
		Hanumangarh (Delivery)	3675	3675	Unch
		Nohar (Loose)	3600	Closed	-
		Pilibanga (Loose)	3640	NA	-
	Nagaur	Nagaur (Loose)	3650	Closed	-
	Churu	Churu (Delivery)	3800	3800	Unch
	Alwar	Alwar (Loose)	3400	3400	Unch

Haryana	Hisar	Adampur (Loose)	Closed	3650	-
		Adampur (Delivery)	Closed	3833	-
	Bhiwani	Bhiwani (Delivery)	3700	3670	30
		Siwani (Loose)	Closed	3650	-
	Sirsa	Sirsa (Loose)	Closed	3600	-
		Dhabwali (Loose)	Closed	NA	-
		Dhabwali (Delivery)	Closed	NA	-
		Ellanabad (Loose)	Closed	NA	-
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3800	Closed	-
	Patan	Patan (Loose)	3405	3500	-95
	Rajkot	Rajkot (Loose)	3500	3650	-150
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8000	8300	-300
	Alwar	Alwar	8100	8100	Unch
	Hanumangarh	Nohar	8200	Closed	-
Haryana	Bhiwani	Bhiwani	8290	8300	-10
	Sirsa	Sirsa	Closed	8100	-
		Dhabwali	Closed	NA	-
		Ellanabad	Closed	NA	-
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			4-Sep-17	2-Sep-17	
Rajasthan	Jodhpur	Jodhpur	8	20	-12
	Sri-Ganganagar	Sri-Ganganagar	400	400	Unch
		Rawla	60	60	Unch
		Gharsana	50	NR	-
		Raisinghnagar	150	100	50
	Bikaner	Bikaner	20	Closed	-
		Nokha	1000	700	300
		Khajuwala	250	100	150
		Lunkaransar	200	100	100
	Hanumangarh	Hanumangarh	35	35	Unch
		Nohar	500	Closed	-
		Pilibanga	50	NA	-

	Nagaur	Nagaur	150	Closed	-
	Churu	Churu	500	500	Unch
	Alwar	Alwar	200	200	Unch
Haryana	Hisar	Adampur	Closed	250	-
	Bhiwani	Bhiwani	400	400	Unch
		Siwani	Closed	600	-
	Sirsa	Sirsa	Closed	NA	-
		Dhabwali	Closed	NA	-
		Ellanabad	Closed	NA	-
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	400	Closed	-
	Patan	Patan	22	25	-3
	Rajkot	Rajkot	125	50	75
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			4520	3540	980

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