

Domestic Fundamentals:

- Mostly weak sentiments reported in major spot market on Tuesday amid higher arrivals.
- 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	-42	3750	3769	3685	3745	143680	5,540	92230	100
Nov-17	-39	3802	3822	3736	3789	10700	1,680	20350	890

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	5	7853	7981	7768	7960	27825	2,995	45185	1,255
Nov-17	-9	7980	8065	7875	8052	2725	840	8965	435

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	4-Sep-17	4-Sep-17	4-Sep-17	4-Sep-17
Bikaner	2002	131	2133	2002
Deesa	12372	1506	13878	12372
Sri Ganganagar	1316	0	1316	1316
Jodhpur	634	306	940	634
Nokha	-	-	-	-

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	4-Sep-17	4-Sep-17	4-Sep-17	4-Sep-17
Deesa	40	0	40	40
Bikaner	5527	50	5577	5527
Jodhpur	8315	454	8769	8315
Nokha	5372	90	5462	5372
Sri Ganganagar	329	0	329	329

Churi and Korma Prices: As On 5th 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 5th September, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		81	1263
Guargum Powder	200 Mesh 5000 CPS	101	1575
	200 Mesh 3500 CPS	96	1497
Guargum Meal	Meal 40%	20	312
	Meal 50%	25	390

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			5-Sep-17	4-Sep-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3550	3625	-75
		Jodhpur(Delivery)	3728	3806	-79
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3500	3650	-150
		Sri-Ganganagar (Delivery)	3650	3750	-100
		Rawla (Loose)	3480	3620	-140
		Gharsana (Loose)	3450	3550	-100
		Raisinghnagar (Loose)	3450	3600	-150
	Bikaner	Bikaner (Loose)	3575	3640	-65
		Bikaner (Delivery)	3754	3822	-68
		Nokha(Loose)	3450	3525	-75
		Nokha (Delivery)	3623	3701	-79
		Khajuwala (Loose)	3475	3550	-75
		Khajuwala (Delivery)	3649	3728	-79
		Lunkaransar (Loose)	3500	3450	50
	Hanumangarh	Hanumangarh (Loose)	3500	3500	Unch
		Hanumangarh (Delivery)	3675	3675	Unch
		Nohar (Loose)	3500	3600	-100
		Pilibanga (Loose)	3470	3640	-170
	Nagaur	Nagaur (Loose)	3500	3650	-150
	Churu	Churu (Delivery)	3800	3800	Unch
	Alwar	Alwar (Loose)	3400	3400	Unch
Haryana	Hisar	Adampur (Loose)	3450	Closed	-

	Bhiwani	Adampur (Delivery)	3623	Closed	-
		Bhiwani (Delivery)	3600	3700	-100
		Siwani (Loose)	3625	Closed	-
	Sirsa	Sirsa (Loose)	3460	Closed	-
		Dhabwali (Loose)	3400	Closed	-
		Dhabwali (Delivery)	3400	Closed	-
		Ellanabad (Loose)	Closed	Closed	-
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3700	3800	-100
	Patan	Patan (Loose)	3550	3405	145
	Rajkot	Rajkot (Loose)	3475	3500	-25
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7800	8000	-200
	Alwar	Alwar	8000	8100	-100
	Hanumangarh	Nohar	7900	8200	-300
Haryana	Bhiwani	Bhiwani	8000	8290	-290
	Sirsa	Sirsa	7900	Closed	-
		Dhabwali	7800	Closed	-
		Ellanabad	Closed	Closed	-
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			5-Sep-17	4-Sep-17	
Guar Seed	Jodhpur	Jodhpur	68	8	60
	Sri-Ganganagar	Sri-Ganganagar	500	400	100
		Rawla	100	60	40
		Gharsana	50	50	Unch
		Raisinghnagar	150	150	Unch
	Bikaner	Bikaner	100	20	80
		Nokha	500	1000	-500
		Khajuwala	150	250	-100
		Lunkaransar	200	200	Unch
	Hanumangarh	Hanumangarh	35	35	Unch
		Nohar	250	500	-250
		Pilibanga	100	50	50
	Nagaur	Nagaur	300	150	150

	Churu	Churu	500	500	Unch
	Alwar	Alwar	200	200	Unch
Haryana	Hisar	Adampur	500	Closed	-
	Bhiwani	Bhiwani	200	400	-200
		Siwani	800	Closed	-
	Sirsa	Sirsa	300	Closed	-
		Dhabwali	100	Closed	-
		Ellanabad	Closed	Closed	-
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	270	400	-130
	Patan	Patan	126	22	104
	Rajkot	Rajkot	170	125	45
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			5669	4520	1149

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