

Domestic Fundamentals:

- Mostly firm sentiments reported in major spot market on Wednesday amid lower arrivals.
- As per market sources, in the month of June 2017 India has exported around 38405 tonnes of guar products compared to around 30164 tonnes last year for the same month. As compared to last month guar seed products exports have decreased by 27.51 percent. Of the total quantity exported in June, 28739 is guar gum powder, 6326 is guar meal and the remaining 3340 is guar split.
- 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.

- 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	83	3760	3832	3745	3825	121410	-22,270	90100	-2,130
Nov-17	87	3811	3880	3797	3876	5150	-5,550	20440	90

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	176	8010	8145	7985	8130	24370	-3,455	44500	-685
Nov-17	173	8100	8245	8076	8225	1580	-1,145	9085	120

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	5-Sep-17	5-Sep-17	5-Sep-17	4-Sep-17
Bikaner	2132	231	2363	2002
Deesa	12699	1148	13847	12372
Sri Ganganagar	1286	20	1306	1316
Jodhpur	663	198	861	634
Nokha	-	-	-	-

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	5-Sep-17	5-Sep-17	5-Sep-17	4-Sep-17
Deesa	40	0	40	40
Bikaner	5527	10	5537	5527
Jodhpur	8455	354	8809	8315
Nokha	5461	0	5461	5372
Sri Ganganagar	319	0	319	329

Churi and Korma Prices: As On 6th September, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1331
Korma	Jodhpur	1838
Churi	Sri Ganganagar	1450
Korma	Sri Ganganagar	1875

Guar Export Prices: As On 6th September, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		81	1261
Guargum Powder	200 Mesh 5000 CPS	101	1573
	200 Mesh 3500 CPS	96	1495
Guargum Meal	Meal 40%	20	311
	Meal 50%	25	389

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			6-Sep-17	5-Sep-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3600	3550	50
		Jodhpur(Delivery)	3780	3728	53
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3550	3500	50
		Sri-Ganganagar (Delivery)	3700	3650	50
		Rawla (Loose)	3580	3480	100
		Gharsana (Loose)	3530	3450	80
		Raisinghnagar (Loose)	3530	3450	80
	Bikaner	Bikaner (Loose)	3650	3575	75
		Bikaner (Delivery)	3833	3754	79
		Nokha(Loose)	3560	3450	110
		Nokha (Delivery)	3738	3623	116
		Khajuwala (Loose)	3540	3475	65
		Khajuwala (Delivery)	3717	3649	68
		Lunkaransar (Loose)	3600	3500	100
	Hanumangarh	Hanumangarh (Loose)	3530	3500	30
		Hanumangarh (Delivery)	3707	3675	32
		Nohar (Loose)	3550	3500	50
		Pilibanga (Loose)	3530	3470	60
	Nagaur	Nagaur (Loose)	3600	3500	100
	Churu	Churu (Delivery)	3900	3800	100
	Alwar	Alwar (Loose)	3500	3400	100
Haryana	Hisar	Adampur (Loose)	3600	3450	150

	Bhiwani	Adampur (Delivery)	3780	3623	158
		Bhiwani (Delivery)	3675	3600	75
		Siwani (Loose)	3700	3625	75
	Sirsa	Sirsa (Loose)	3565	3460	105
		Dhabwali (Loose)	3500	3400	100
		Dhabwali (Delivery)	3500	3400	100
		Ellanabad (Loose)	3500	Closed	-
Gujarat	Fatehabad	Fatehabad (Loose)	NR	NR	-
	Banaskantha	Deesa (Loose)	3675	3700	-25
	Patan	Patan (Loose)	Closed	3550	-
	Rajkot	Rajkot (Loose)	3400	3475	-75
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8100	7800	300
	Alwar	Alwar	8000	8000	Unch
	Hanumangarh	Nohar	8250	7900	350
Haryana	Bhiwani	Bhiwani	8120	8000	120
	Sirsa	Sirsa	8000	7900	100
		Dhabwali	7900	7800	100
		Ellanabad	8000	Closed	-
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			6-Sep-17	5-Sep-17	
Guar Seed	Jodhpur	Jodhpur	68	68	Unch
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	70	100	-30
		Gharsana	80	50	30
		Raisinghnagar	200	150	50
	Bikaner	Bikaner	125	100	25
		Nokha	300	500	-200
		Khajuwala	300	150	150
		Lunkaransar	100	200	-100
	Hanumangarh	Hanumangarh	33	35	-2
		Nohar	500	250	250
		Pilibanga	200	100	100
	Nagaur	Nagaur	200	300	-100

	Churu	Churu	400	500	-100
	Alwar	Alwar	150	200	-50
Haryana	Hisar	Adampur	350	500	-150
	Bhiwani	Bhiwani	400	200	200
		Siwani	500	800	-300
	Sirsa	Sirsa	400	300	100
		Dhabwali	150	100	50
		Ellanabad	2	Closed	-
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	380	270	110
	Patan	Patan	Closed	126	-
	Rajkot	Rajkot	75	170	-95
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			5483	5669	-186

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