

**Domestic Fundamentals:**

- Mostly firm sentiments reported in major spot market on Friday amid higher 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 01<sup>st</sup> September 2017 up by 3 compared to last week and by 446 compared to 02<sup>nd</sup> 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	69	3805	3897	3799	3863	116630	12,330	84970	-2,850
Nov-17	70	3854	3945	3854	3914	7200	-1,710	20990	670

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	158	8116	8335	8116	8264	19790	2,000	43670	270
Nov-17	158	8250	8445	8242	8370	1690	245	10195	610

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	7-Sep-17	7-Sep-17	7-Sep-17	4-Sep-17
Bikaner	2263	190	2453	2002
Deesa	13836	1071	14907	12372
Sri Ganganagar	1165	10	1175	1316
Jodhpur	743	40	783	634
Nokha	-	-	-	-

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	7-Sep-17	7-Sep-17	7-Sep-17	4-Sep-17
Deesa	40	0	40	40
Bikaner	5507	100	5607	5527
Jodhpur	8650	199	8849	8315
Nokha	5372	149	5521	5372
Sri Ganganagar	299	20	319	329

**Churi and Korma Prices: As On 8th September, 2017**

Commodity	Center	Rs/75kg
Churi	Jodhpur	1400
Korma	Jodhpur	1850
Churi	Sri Ganganagar	1275
Korma	Sri Ganganagar	1763

**Guar Export Prices: As On 8th September, 2017**

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		82	1284
Guargum Powder	200 Mesh 5000 CPS	102	1597
	200 Mesh 3500 CPS	97	1519
Guargum Meal	Meal 40%	21	329
	Meal 50%	26	407

**Guar Seed Prices at Key Spot Markets:**

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			8-Sep-17	7-Sep-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3850	3800	50
		Jodhpur(Delivery)	4043	3990	53
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3550	3550	Unch
		Sri-Ganganagar (Delivery)	3700	3700	Unch
		Rawla (Loose)	3570	3550	20
		Gharsana (Loose)	3500	3450	50
		Raisinghnagar (Loose)	3590	3540	50
	Bikaner	Bikaner (Loose)	3650	3620	30
		Bikaner (Delivery)	3833	3801	32
		Nokha(Loose)	3650	3520	130
		Nokha (Delivery)	3833	3696	137
		Khajuwala (Loose)	3600	3505	95
		Khajuwala (Delivery)	3780	3680	100
		Lunkaransar (Loose)	3700	3550	150
	Hanumangarh	Hanumangarh (Loose)	3526	3485	41
		Hanumangarh (Delivery)	3702	3659	43
		Nohar (Loose)	3650	3600	50
		Pilibanga (Loose)	3600	3580	20
	Nagaur	Nagaur (Loose)	3550	3700	-150
	Churu	Churu (Delivery)	3900	3900	Unch
	Alwar	Alwar (Loose)	3500	3500	Unch
Haryana	Hisar	Adampur (Loose)	3675	3650	25

	Bhiwani	Adampur (Delivery)	3859	3833	26
		Bhiwani (Delivery)	3750	3700	50
		Siwani (Loose)	3750	3700	50
	Sirsa	Sirsa (Loose)	3670	3610	60
		Dhabwali (Loose)	3600	3550	50
		Dhabwali (Delivery)	3600	3550	50
		Ellanabad (Loose)	3625	3550	75
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3455	3700	-245
	Patan	Patan (Loose)	3550	3590	-40
	Rajkot	Rajkot (Loose)	3495	3450	45
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8300	8200	100
	Alwar	Alwar	8000	8000	Unch
	Hanumangarh	Nohar	8300	8270	30
Haryana	Bhiwani	Bhiwani	8250	8150	100
	Sirsa	Sirsa	8100	8100	Unch
		Dhabwali	8100	8100	Unch
		Ellanabad	8100	8050	50
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			8-Sep-17	7-Sep-17	
Rajasthan	Jodhpur	Jodhpur	113	68	45
	Sri-Ganganagar	Sri-Ganganagar	200	200	Unch
		Rawla	50	50	Unch
		Gharsana	50	40	10
		Raisinghnagar	200	100	100
	Bikaner	Bikaner	200	200	Unch
		Nokha	250	100	150
		Khajuwala	150	500	-350
		Lunkaransar	100	200	-100
	Hanumangarh	Hanumangarh	16	9	7
		Nohar	550	400	150
		Pilibanga	200	150	50
	Nagaur	Nagaur	250	150	100

	<b>Churu</b>	Churu	400	400	Unch
	<b>Alwar</b>	Alwar	150	150	Unch
<b>Haryana</b>	<b>Hisar</b>	Adampur	500	400	100
	<b>Bhiwani</b>	Bhiwani	500	400	100
		Siwani	1000	700	300
	<b>Sirsa</b>	Sirsa	400	400	Unch
		Dhabwali	200	200	Unch
		Ellanabad	70	100	-30
	<b>Fatehabad</b>	Fatehabad	NR	NR	-
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa	40	300	-260
	<b>Patan</b>	Patan	37	24	13
	<b>Rajkot</b>	Rajkot	195	225	-30
	<b>Jamnagar</b>	Dhrol	NA	NA	-
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra	NA	NA	-
<b>Total Arrivals/Above Markets</b>			<b>5821</b>	<b>5466</b>	<b>355</b>

## Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2017 Indian Agribusiness Systems Pvt Ltd.