

**Domestic Fundamentals:**

- Guar seed and guar gum prices continued firm tone on Wednesday.
- Buying around current levels is supporting the market.
- Lack of stocks in the ready market added to the positive tone of the market.
- In Haryana, arrival of the new crop will start in the coming 7 -10 days.
- Higher output of the crop in the current season will weigh on prices in the medium –term.
- According to trade sources, crop is progressing well in Sri –Ganganagar and is expected to be 2 -3 times higher compared to previous year.
- According to IMD, weather is expected to be dry in parts of north –west India and Gujarat. This is likely to cause damage to the crop as another spell of rain is required for the crop.
- The decision on re-listing of guar futures will be taken at the first meeting of the Advisory Committee to be held on October 16, 2012 according to Ramesh Abhishek, Chairman Forward Markets Commission.
- According to industry sources, Guar gum exports to the US during the period under review amounted to 2.01€ billion, accounting for 88.9 per cent of India's total exports of the commodity.
- The share of the US in India's overall export basket has grown to 14.3 per cent in the first quarter, against 11.3 per cent in 2011-12.
- According to the first advance estimates of Haryana agricultural department, guar production in the current season is estimated at 3.75 lakh metric tonnes compared to 2.0 lakh metric tonnes in the previous season.
- According to State Agricultural sources, acreage under guar seed in Gujarat till 1<sup>st</sup> October 2012 is reported at 237500 hectares compared to 126900 hectares during the same period last year.

**Outlook:** Prices are likely to continue steady to firm tone in the near –term.

**Futures Market:****Guar seed March 2012 Contract and Guar gum March 2012 Contract:**

FMC has stopped trading in all guar seed and guar gum futures contracts effective March 28, 2012. Trading will start on further notification by FMC.

**Guar by - Products Prices: As of October 10, 2012****Churi and Korma Prices:**

| Commodity | Center         | Rs/75kg |
|-----------|----------------|---------|
| Churi     | Jodhpur        | 950     |
| Korma     | Jodhpur        | 2000    |
| Churi     | Sri-Ganganagar | 1000    |
| Korma     | Sri-Ganganagar | 1950    |

**Guar Export Prices: As of October 10, 2012**

|                | Variety           | Value (\$/MT) |
|----------------|-------------------|---------------|
| Guargum Split  |                   | 4600          |
| Guargum Powder | 200 Mesh 5000 CPS | 5800          |
|                | 200 Mesh 3500 CPS | 5600          |
| Guargum Meal   |                   | 355           |



### Guar Prices at Key Spot Markets

| Commodity  | Centre                    | Prices (Rs/Qtl) |           | Change |
|------------|---------------------------|-----------------|-----------|--------|
|            |                           | 10-10-2012      | 9-10-2012 |        |
| Guar Seeds | Jodhpur (Delivery)        | 12000           | 10200     | +1800  |
|            | Jodhpur (Loose)           | 11500           | 9000      | +2500  |
|            | Bikaner (Loose)           | 12000           | 10500     | +1500  |
|            | Bikaner (Delivery)        | 12500           | 10900     | +1600  |
|            | Nokha (Loose)             | 12500           | 9000      | +3500  |
|            | Hanumangarh (Loose)       | NA              | NA        | NA     |
|            | Sri-Ganganagar (Delivery) | 13000           | 11000     | +2000  |
|            | Adampur (Loose)           | 13000           | 12000     | +1000  |
|            | Sirsa (Loose)             | 13000           | 9000      | +4000  |
|            | Bhiwani (Delivery)        | 13000           | 10500     | +2500  |
|            | Deesa (Loose)             | 6625            | 6585      | +40    |
|            | Nagaur (Loose)            | NA              | NA        | NA     |
|            | Dhabwali (Loose)          | NA              | NA        | NA     |
| Guar Gum   | Jodhpur                   | 35000           | 32000     | +3000  |
|            | Bhiwani                   | 37500           | 31000     | +6500  |
|            | Dhabwali                  | NA              | NA        | NA     |

### Guar Seed Arrivals in Key Centers

| Centre         | Arrivals (Quintals) |           | Change |
|----------------|---------------------|-----------|--------|
|                | 10-10-2012          | 9-10-2012 |        |
| Jodhpur        | 3000                | 2000      | +1000  |
| Bikaner        | 50                  | 70        | -20    |
| Nokha          | NA                  | NA        | NA     |
| Hanumangarh    | NA                  | NA        | NA     |
| Sri-Ganganagar | 100                 | 70        | +30    |
| Adampur        | 400                 | 300       | +100   |
| Sirsa          | NA                  | NA        | NA     |
| Bhiwani        | NA                  | NA        | NA     |
| Deesa          | 72                  | 85        | -13    |
| Nagaur         | NA                  | NA        | NA     |
| Dhabwali       | NA                  | NA        | NA     |
| All India      | 3622                | 2525      | +1097  |

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