

Domestic Fundamentals:

- Guar seed and guar gum prices noticed mixed tone on Tuesday.
- Lack of demand for guar gum weighed on prices.
- Lower arrivals in various mandis lend some support to the market.
- Farmers are waiting for better remuneration in the medium –term.
- According to Agriwatch's estimates, production of guar seed in the current season is expected to be around 20 -23 lakh metric tonnes.
- During this season, Madhya Pradesh, Andhra Pradesh and Maharashtra have contributed to guar seed production in small quantities.
- According to sources around 300 -400 quintals of guar seed is expected in Madhya Pradesh.
- Some of the mills remain closed following lack of sufficient stocks in the market.
- According to the US industry data, last year, the oilfield services sector in the US alone used as much as a 500,000 million tonnes of guar powder, a four-fold jump from the 2006 level.
- Cheaper alternatives have been developed in the overseas market amid higher prices of guar gum.
- According to APEDA, exports of guar gum during the current year starting April till September increased by 13% to 3.19 lakh metric tonnes compared to same period previous year.
- In the month of November 2012, exports of guar gum (split and powder) were reported to be 15312 metric tonnes according to IBIS.

Outlook: Prices are likely to notice steady to weak 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.

Guar by - Products Prices: As of December 18, 2012
Churi and Korma Prices:

Commodity	Center	Rs/75kg
Churi	Jodhpur	1550
Korma	Jodhpur	1950
Churi	Sri-Ganganagar	1475
Korma	Sri-Ganganagar	1900

Guar Export Prices: As of December 18, 2012

	Variety	Value (\$/MT)
Guargum Split		7300
Guargum Powder	200 Mesh 5000 CPS	8000
	200 Mesh 3500 CPS	7800
Guargum Meal	Meal 40%	370
	Meal 50%	445

Guar Prices at Key Spot Markets

Commodity	Centre	Prices (Rs/Qtl)		Change
		18-12-2012	17-12-2012	
Guar Seed	Jodhpur (Delivery)	13200	14000	-800
	Jodhpur (Loose)	12700	13000	-300
	Bikaner (Delivery)	13000	13500	-500
	Bikaner (Loose)	12600	13200	-600
	Nokha (Delivery)	13670	13570	100
	Nokha (Loose)	13200	13100	100
	Hanumangarh (Delivery)	-	13800	-
	Hanumangarh (Loose)	-	13400	-
	Sri-Ganganagar (Delivery)	13200	13500	-300
	Sri-Ganganagar(Loose)	12700	13000	-300
	Adampur (Loose)	13100	13500	-400
	Sirsa (Loose)	13500	13500	Unch
	Bhiwani (Delivery)	13200	13000	200
	Patan (Loose)	8200	Closed	-
	Deesa (Loose)	12750	Closed	-
	Nagaur (Loose)	13000	12700	300
	Dhabwali (Delivery)	-	-	-
	Dhabwali (Loose)	-	13200	-
Guar Gum	Jodhpur	38500	39000	-500
	Sirsa	38000	38000	Unch
	Bhiwani	39000	39000	Unch
	Dhabwali	-	39000	-

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	18-12-2012	17-12-2012	
Jodhpur	2000	5000	-3000
Bikaner	700	500	200
Nokha	150	100	50
Hanumangarh	-	500	-
Sri-Ganganagar	1500	1000	500
Adampur	1500	1200	300
Sirsa	100	-	-
Bhiwani	500	500	Unch
Patan	-	Closed	-
Deesa	1000	Closed	-
Nagaur	-	50	-
Dhabwali	-	1500	-
All India (Includes above mandis)	7450	10350	-2900

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