

#### Domestic Fundamentals:

- Mixed sentiments recorded in key guar seeds and guar gum markets today as arrivals had increased in some parts of Rajasthan.
- Reportedly, there is a lack of demand of guar gum from US this year. In addition to it, US has slowed down drilling activities and there is ample amount of stock of Guar Gum powder in Houston.
- Rain/Thunderstorm likely to occur in the next 2-3 days in Guar growing region like Rajasthan and Haryana which might restrict the arrivals of guar in the agriculture produce market.
- In the month of January 2013, exports of guar gum (split, powder and meal) were reported to be 28949 metric tons which is higher compared to 23860 metric tonnes exported in December 2012, according to IBIS.
- Reportedly, Out of total 3.25 lac bags of guar production, farmers are still holding around 2 lac bags of guar in Khajuwala (Bikaner district).
- Weather conditions also not favorable in some parts of Rajasthan which might restrict the arrivals in the coming days as reported.
- Reportedly, export of guar gum powder continues from Indian ports towards China and US.
- Farmers and stockists hold the stocks of guar seeds which support the prices in all spot markets as reported. Some big milers are urging farmers not to release their stocks in the open market.
- According to trade sources, farmers in Gujarat are preparing fields for sowing of guar crop in March.
- Arrivals in the country are reported to be around 18789 bags for guar seed today.
- Lower output estimates of 20 -23 lakh metric tonnes compared to initial estimates lend some support to the market.
- Export demand is lower amid availability of cheaper alternatives in the overseas market.
- According to trade sources, farmers in Haryana are waiting for better remuneration in the coming days.
- Buyers are waiting for better levels in the medium -term.
- Arrivals in small quantities are reported from Andhra Pradesh and Madhya Pradesh.
- 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.

**Outlook:** Lower arrivals kept the prices upwards thanks to unfavorable weather conditions. However, small farmers might bring their produce in the open market in the coming days which might drag the prices down little bit.

#### 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 February 22, 2013

##### Churi and Korma Prices:

| Commodity | Center         | Rs/75kg |
|-----------|----------------|---------|
| Churi     | Jodhpur        | 1350    |
| Korma     | Jodhpur        | 1750    |
| Churi     | Sri-Ganganagar | 1250    |
| Korma     | Sri-Ganganagar | 1700    |

**Guar Export Prices: As of February 22, 2013**

|                       | Variety           | Value (\$/MT) |
|-----------------------|-------------------|---------------|
| <b>Guargum Split</b>  |                   | 5709          |
| <b>Guargum Powder</b> | 200 Mesh 5000 CPS | 6446          |
|                       | 200 Mesh 3500 CPS | 6262          |
| <b>Guargum Meal</b>   | Meal 40%          | 380           |
|                       | Meal 50%          | 460           |

**Guar Prices at Key Spot Markets**

| Commodity         | Centre                    | Prices (Rs/Qtl) |            | Change |
|-------------------|---------------------------|-----------------|------------|--------|
|                   |                           | 22-02-2013      | 21-02-2013 |        |
| <b>Guar Seeds</b> | Jodhpur (Delivery)        | 11000           | 11500      | -500   |
|                   | Jodhpur (Loose)           | 10700           | 11000      | -300   |
|                   | Sri-Ganganagar (Delivery) | 11100           | 11200      | -100   |
|                   | Sri-Ganganagar(Loose)     | 10600           | 10500      | 100    |
|                   | Alwar (loose)             | 10500           | 10000      | 500    |
|                   | Churu (Delivery)          | 11000           | 10500      | 500    |
|                   | Nagaur (Loose)            | 10500           | 10500      | Unch   |
|                   | Adampur (Loose)           | 10900           | 11000      | -100   |
|                   | Sirsa (Loose)             | 11000           | 11000      | Unch   |
|                   | Bhiwani (Delivery)        | 11000           | 11000      | Unch   |
|                   | Patan (Loose)             | 10755           | 10725      | 30     |
|                   | Deesa (Loose)             | 10675           | 10600      | 75     |
|                   | Rajkot (Loose)            | 10500           | 10425      | 75     |
|                   | Nokha (Delivery)          | 11100           | 11400      | -300   |
|                   | Nokha(Loose)              | 10800           | 11000      | -200   |
|                   | Hanumangarh (Delivery)    | 11000           | 11400      | -400   |
|                   | Hanumangarh (Loose)       | 10700           | 11000      | -300   |
|                   | Dhabwali (Delivery)       | -               | -          | -      |
|                   | Dhabwali (Loose)          | 10500           | 11100      | -600   |
|                   | Bikaner (Delivery)        | 10900           | 11400      | -500   |
|                   | Bikaner (Loose)           | 10500           | 11000      | -500   |
|                   | Dabra                     | 10500           | 10000      | 500    |
| <b>Guar Gum</b>   | Jodhpur                   | 32200           | 32500      | -300   |
|                   | Sirsa                     | 38000           | 36000      | 2000   |
|                   | Alwar                     | 32500           | 32000      | 500    |
|                   | Bhiwani                   | 32500           | 32800      | -300   |
|                   | Dhabwali                  | 31500           | 32800      | -1300  |

## Guar Seed Arrivals in Key Centers

| Centre                                   | Arrivals (Quintals) |              | Change     |
|--|---------------------|--------------|------------|
|  | 22-02-2013          | 21-02-2013   |            |
| Jodhpur                                  | 8000                | 8000         | Unch       |
| Sri-Ganganagar                           | 400                 | 400          | Unch       |
| Alwar                                    | 300                 | 300          | Unch       |
| Churu                                    | 500                 | 500          | Unch       |
| Nagaur                                   | 50                  | 40           | 10         |
| Adampur                                  | 2000                | 4000         | -2000      |
| Sirsa                                    | 100                 | 30           | 70         |
| Bhiwani                                  | 900                 | 600          | 300        |
| Patan                                    | 26                  | 58           | -32        |
| Deesa                                    | 285                 | 280          | 5          |
| Rajkot                                   | 575                 | 630          | -55        |
| Nokha                                    | 900                 | 900          | Unch       |
| Hanumangarh                              | 150                 | 150          | Unch       |
| Dhabwali                                 | 500                 | 100          | 400        |
| Bikaner                                  | 600                 | 350          | 250        |
| Dabra                                    | 1500                | 500          | 1000       |
| <b>All India (Includes above mandis)</b> | <b>16786</b>        | <b>16838</b> | <b>-52</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>

© 2013 Indian Agribusiness Systems Pvt Ltd.