

Domestic Fundamentals:

- Guar seed and gum prices improved today in most of the markets today due to lower arrivals. However, overall prices are likely to remain in range as farmers will bring their stock in the market in case of increase in guar prices.
- Guar prices likely to stay in a range as expected as impact of weak demand would be offset by lower arrivals in the markets.
- Some big millers are trying to urge farmers to release their stocks in this month. However, demand from exporters is increasing M-o-M basis as reported which might led the prices up couple of weeks time.
- In the month of February 2013, exports of guar gum (split, powder and meal) were reported to be 38819.67 metric tons which is higher compared to 28949 metric tonnes exported in January 2013, according to IBIS.
- We expect prices to move up from current level due to fresh demand from exporter's end and is likely to increase from 15th March. Market sources confirmed that bargaining of the price continue and we expect some deals for export in the third and fourth week of this month. One two major deals for export would support seed price once again as guar seed is ruling at lower level.
- Guar seed stock based in Khajuwala is heading towards Jodhpur and some regions of Haryana as reported.
- Arrivals in the country are reported to be around 60000 Quintal for guar seed today. Buyers too are offering lower prices.
- The USA, the major buyer for guar gum, is not buying aggressively at this point of time as it has ample stock of gum to take care of its near months needs. In addition to it, US have slowed down drilling activities and there is no urgency to buy gum in bulk quantity. Fresh Chinese and US buying is expected from April Onward.
- 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).

Outlook:

Guar seed and gum prices are likely to trade range bound in the coming days. Farmers are holding stock in anticipation of better levels. Meanwhile, domestic demand is not encouraging. On export front, guar split and powder export increase M-o-M basis. Demand from overseas would be a key factor for the prices in future.

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 March 12, 2013

Churi and Korma Prices:

Commodity	Center	Rs/75kg
Churi	Jodhpur	1250
Korma	Jodhpur	1725
Churi	Sri-Ganganagar	1200
Korma	Sri-Ganganagar	1675

Guar Export Prices: As of March 12, 2013

	Variety	Value (\$/MT)
Guargum Split		5525
Guargum Powder	200 Mesh 5000 CPS	6262
	200 Mesh 3500 CPS	6077
Guargum Meal	Meal 40%	340
	Meal 50%	440

Guar Prices at Key Spot Markets

Commodity	Centre	Prices (Rs/Qtl)		Change
		3/12/2013	3/11/2013	
Guar Seeds	Jodhpur(Delivery)	11000	10250	750
	Jodhpur (Loose)	10500	9900	600
	Sri-Ganganagar (Delivery)	10300	10300	Unch
	Sri-Ganganagar(Loose)	9900	10000	-100
	Alwar (loose)	9500	9400	100
	Churu (Delivery)	10000	10000	Unch
	Nagaur (Loose)	9700	9900	-200
	Adampur (Loose)	10300	10100	200
	Sirsa (Loose)	10000	10200	-200
	Bhiwani (Delivery)	10200	10200	Unch
	Patan (Loose)	12305	10750	1555
	Deesa (Loose)	9750	9930	-180
	Rajkot (Loose)	9750	9850	-100
	Nokha (Delivery)	10500	10300	200
	Nokha(Loose)	10100	9900	200
	Hanumangarh (Delivery)	10300	10000	300
	Hanumangarh (Loose)	10100	9900	200
	Dhabwali (Delivery)	-	-	-
	Dhabwali (Loose)	10200	10000	200
	Bikaner (Delivery)	10500	10300	200

Guar Gum	Bikaner (Loose)	10100	9950	150
	Dabra	9500	9400	100
	Jodhpur	30700	30200	500
	Sirsa	30000	-	-
	Alwar	30500	30500	Unch
	Bhiwani	30000	30200	-200
	Dhabwali	30500	30100	400

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	3/12/2013	3/11/2013	
Jodhpur	15000	15000	Unch
Sri-Ganganagar	2000	1500	500
Alwar	300	300	Unch
Churu	300	500	-200
Nagaur	50	10	40
Adampur	4000	6000	-2000
Sirsa	50	100	-50
Bhiwani	800	1100	-300
Patan	585	513	72
Deesa	258	209	49
Rajkot	335	700	-365
Nokha	1400	1500	-100
Hanumangarh	800	100	700
Dhabwali	1000	150	850
Bikaner	1000	1000	Unch
Dabra	500	1000	-500
All India Arrivals	58000	35400	22600

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.