

Domestic Fundamentals:

- Guar seed and gum prices declined today owing to higher arrivals in major guar seed cash markets.
- Arrivals in the country are reported to be around 80000 Quintal for guar seed today. Buyers too are offering lower prices.
- AP farmers haven't got expected yield from guar seed crop this year owing to heavy rainfall in the region. It is notable that farmers in AP get lured from guar prices last year and experiment guar crop first time in their respective fields.
- Guar sowing likely to start most probably in the first week of April in parts of Punjab, Haryana, Rajasthan and Gujarat. It is notable that farmers which have the facility of irrigation might sown guar in their vacant fields/plots considering lucrative prices of guar seed.
- Millers crush margin increases in February owing to increase in Churi and Korma prices. In addition to it, higher level of reduction in prices of guar seed compared to guar gum also increase the processors margin.
- 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.

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 20, 2013

Churi and Korma Prices:

Commodity	Center	Rs/75kg
Churi	Jodhpur	1225
Korma	Jodhpur	1750
Churi	Sri-Ganganagar	1200
Korma	Sri-Ganganagar	1650

Guar Export Prices: As of March 20, 2013

	Variety	Value (\$/MT)
Guargum Split		5529
Guargum Powder	200 Mesh 5000 CPS	6266
	200 Mesh 3500 CPS	6082
Guargum Meal	Meal 40%	340
	Meal 50%	460

Guar Prices at Key Spot Markets

Commodity	Centre	Prices (Rs/Qtl)		Change
		3/20/2013	3/19/2013	
Guar Seeds	Jodhpur(Delivery)	9500	10200	-700
	Jodhpur (Loose)	9000	9800	-800
	Sri-Ganganagar (Delivery)	9500	9800	-300
	Sri-Ganganagar(Loose)	9300	9600	-300
	Alwar (loose)	8500	9000	-500
	Churu (Delivery)	9000	9500	-500
	Nagaur (Loose)	9200	9500	-300
	Adampur (Loose)	9700	9700	Unch
	Sirsa (Loose)	9700	10000	-300
	Bhiwani (Delivery)	9500	9700	-200
	Patan (Loose)	9000	-	-
	Deesa (Loose)	9275	9425	-150
	Rajkot (Loose)	9000	9450	-450
	Nokha (Delivery)	9800	9800	Unch
	Nokha(Loose)	9450	9500	-50
	Hanumangarh (Delivery)	9700	9700	Unch
	Hanumangarh (Loose)	9500	9400	100
	Dhabwali (Delivery)	-	-	-
	Dhabwali (Loose)	9500	9500	Unch
	Bikaner (Delivery)	9900	9800	100
	Bikaner (Loose)	9600	9650	-50
	Dabra	9500	9500	Unch

Guar Gum	Jodhpur	29000	30500	-1500
	Sirsa	30000	30200	-200
	Alwar	29700	29500	200
	Bhiwani	28900	29400	-500
	Dhabwali	29000	29200	-200

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	3/20/2013	3/19/2013	
Jodhpur	20000	7000	13000
Sri-Ganganagar	4000	5000	-1000
Alwar	500	200	300
Churu	500	300	200
Nagaur	80	60	20
Adampur	4000	5000	-1000
Sirsa	100	50	50
Bhiwani	1500	1700	-200
Patan	68	-	-
Deesa	261	188	73
Rajkot	800	675	125
Nokha	1200	1200	Unch
Hanumangarh	2000	3000	-1000
Dhabwali	2000	12000	-10000
Bikaner	1000	1000	Unch
Dabra	200	250	-50
All India Arrivals	80000	45000	35000

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