

**Domestic Fundamentals:**

- Guar seed and gum prices improved today owing to lower arrivals in major guar seed cash markets. Rumors of launching guar contracts in NCDEX platform urge farmers to hold stock.
- Meanwhile, small farmers which needs money urgently already brought their stocks in the guar mandis. Now only big stockists/farmers are holding guar seed stocks who anticipate increase in price of guar in the coming month.
- Arrivals in the country are reported to be around 55000 Quintal for guar seed today.
- 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 15<sup>th</sup> 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 21, 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 21, 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
		3/21/2013	3/20/2013	
Guar Seeds	Jodhpur(Delivery)	10300	9500	800
	Jodhpur (Loose)	9700	9000	700
	Sri-Ganganagar (Delivery)	9800	9500	300
	Sri-Ganganagar(Loose)	9500	9300	200
	Alwar (loose)	9500	8500	1000
	Churu (Delivery)	9000	9000	Unch
	Nagaur (Loose)	9500	9200	300
	Adampur (Loose)	9800	9700	100
	Sirsa (Loose)	9800	9700	100
	Bhiwani (Delivery)	9800	9500	300
	Patan (Loose)	9250	9000	250
	Deesa (Loose)	9475	9275	200
	Rajkot (Loose)	9250	9000	250
	Nokha (Delivery)	10100	9800	300
	Nokha(Loose)	9700	9450	250
	Hanumangarh (Delivery)	10100	9700	400
	Hanumangarh (Loose)	9825	9500	325
	Dhabwali (Delivery)	-	-	-
	Dhabwali (Loose)	9300	9500	-200
	Bikaner (Delivery)	10300	9900	400
	Bikaner (Loose)	9950	9600	350

	Dabra	8800	9500	-700
Guar Gum	Jodhpur	29700	29000	700
	Sirsa	30300	30000	300
	Alwar	29500	29700	-200
	Bhiwani	29300	28900	400
	Dhabwali	28700	29000	-300

## Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	3/21/2013	3/20/2013	
Jodhpur	13000	20000	-7000
Sri-Ganganagar	4000	4000	Unch
Alwar	500	500	Unch
Churu	300	500	-200
Nagaur	30	80	-50
Adampur	3000	4000	-1000
Sirsa	600	100	500
Bhiwani	2100	1500	600
Patan	63	68	-5
Deesa	265	261	4
Rajkot	4000	800	3200
Nokha	1000	1200	-200
Hanumangarh	1000	2000	-1000
Dhabwali	400	2000	-1600
Bikaner	1100	1000	100
Dabra	1000	200	800
<b>All India Arrivals</b>	<b>55000</b>	<b>80000</b>	<b>-25000</b>

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