

Domestic Fundamentals:

- Mixed sentiments recorded in various Guar seed and gum markets despite of 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 35000 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 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 22, 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 22, 2013

	Variety	Value (\$/MT)
Guargum Split		5522
Guargum Powder	200 Mesh 5000 CPS	6258
	200 Mesh 3500 CPS	6074
Guargum Meal	Meal 40%	320
	Meal 50%	440

Guar Prices at Key Spot Markets

Commodity	Centre	Prices (Rs/Qtl)		Change
		3/22/2013	3/21/2013	
Guar Seeds	Jodhpur(Delivery)	10100	10300	-200
	Jodhpur (Loose)	9600	9700	-100
	Sri-Ganganagar (Delivery)	10000	9800	200
	Sri-Ganganagar(Loose)	9600	9500	100
	Alwar (loose)	9200	9500	-300
	Churu (Delivery)	9800	9000	800
	Nagaur (Loose)	9400	9500	-100
	Adampur (Loose)	9800	9800	Unch
	Sirsa (Loose)	9800	9800	Unch
	Bhiwani (Delivery)	9800	9800	Unch
	Patan (Loose)	9310	9250	60
	Deesa (Loose)	9430	9475	-45
	Rajkot (Loose)	9405	9250	155
	Nokha (Delivery)	10000	10100	-100
	Nokha(Loose)	9700	9700	Unch
	Hanumangarh (Delivery)	10000	10100	-100
	Hanumangarh (Loose)	9750	9825	-75
	Dhabwali (Delivery)	-	-	-
	Dhabwali (Loose)	9500	9300	200
	Bikaner (Delivery)	10000	10300	-300

	Bikaner (Loose)	9750	9950	-200
	Dabra	9100	8800	300
Guar Gum	Jodhpur	30000	29700	300
	Sirsa	31000	30300	700
	Alwar	30000	29500	500
	Bhiwani	30300	29300	1000
	Dhabwali	29000	28700	300

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	3/22/2013	3/21/2013	
Jodhpur	5000	13000	-8000
Sri-Ganganagar	2000	4000	-2000
Alwar	200	500	-300
Churu	400	300	100
Nagaur	30	30	Unch
Adampur	4000	3000	1000
Sirsa	100	600	-500
Bhiwani	1700	2100	-400
Patan	68	63	5
Deesa	200	265	-65
Rajkot	600	400	200
Nokha	1200	1000	200
Hanumangarh	300	1000	-700
Dhabwali	800	400	400
Bikaner	1000	1100	-100
Dabra	300	1000	-700
All India Arrivals	35000	55000	-20000

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