

Domestic Fundamentals:

- Prices of guar seed and gum continue its upward tone owing to lower arrivals in major markets. In addition to it, rumors of launch of guar in NCDEX platform also urge big farmers to hold guar crop in anticipation of higher remuneration in the coming weeks.
- 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 25000 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 25, 2013

Churi and Korma Prices:

Commodity	Center	Rs/75kg
Churi	Jodhpur	-
Korma	Jodhpur	-
Churi	Sri-Ganganagar	-
Korma	Sri-Ganganagar	-

Guar Export Prices: As of March 25, 2013

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

Guar Prices at Key Spot Markets

Commodity	Centre	Prices (Rs/Qtl)		Change
		3/25/2013	3/22/2013	
Guar Seeds	Jodhpur(Delivery)	10400	10300	+100
	Jodhpur (Loose)	10000	10000	Unch
	Sri-Ganganagar (Delivery)	10400	10300	+100
	Sri-Ganganagar(Loose)	10000	10000	Unch
	Alwar (loose)	9500	9200	+300
	Churu (Delivery)	10000	9800	+200
	Nagaur (Loose)	9700	9500	+200
	Adampur (Loose)	10100	10000	+100
	Sirsa (Loose)	9500	9900	-400
	Bhiwani (Delivery)	10200	10150	+50
	Patan (Loose)	-	9460	-
	Deesa (Loose)	9750	9790	-40
	Rajkot (Loose)	-	9425	-
	Nokha (Delivery)	10360	10300	+60
	Nokha(Loose)	10000	9900	+100
	Hanumangarh (Delivery)	10400	10200	+200
	Hanumangarh (Loose)	10160	9875	+285
	Dhabwali (Delivery)	-	-	-
	Dhabwali (Loose)	-	10000	-
	Bikaner (Delivery)	10400	10300	+100

	Bikaner (Loose)	10150	10045	+105
	Dabra	9500	9000	+500
Guar Gum	Jodhpur	30000	30400	-400
	Sirsa	30000	31000	-1000
	Alwar	30700	30000	+700
	Bhiwani	30500	30900	-400
	Dhabwali	-	30500	-

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	3/23/2013	3/22/2013	
Jodhpur	4000	4000	Unch
Sri-Ganganagar	2500	2000	+500
Alwar	200	100	+100
Churu	300	300	Unch
Nagaur	-	150	-
Adampur	5000	4000	+1000
Sirsa	70	100	-30
Bhiwani	3000	2800	+200
Patan	-	74	-
Deesa	30	400	-370
Rajkot	-	350	-
Nokha	300	1000	-700
Hanumangarh	750	350	400
Dhabwali	-	500	-
Bikaner	700	1000	-300
Dabra	200	300	-100
All India Arrivals	25000	25000	Unch

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