

Domestic Fundamentals:

- Guar seed as well as gum prices improved today owing to lower arrivals in the markets.
- Reportedly, around 400-500 bags of guar seed arriving daily in parts of Saurashtra markets from new summer crop. It is notable that still around 40-45% crop has been arrived in the market and with new guar started arriving in the market, prices might go down further. In addition to it, weak demand from domestic market as well as gas drilling sector from US likely to depress the prices of guar in the coming weeks.
- Farmers are taken aback with this recent decline in guar prices. However, they are not in a mood to release guar stocks in the markets at lower rates. Meanwhile, if guar contract not listed in NCDEX platform then prices would again tumble. In addition to it, weak demand, higher expectation of summer guar crop and expected guar sowing start in the coming months might led the prices downwards.
- As far as monthly exports are concerned, in the month of March 2013, exports of guar gum (split, powder and meal) were reported to be 47345 metric tons which is higher compared to 38819.67 metric tonnes exported in February 2013, according to IBIS.
- Market expect sharp rise in guar prices if FMC re list guar contracts on NCDEX platform. However, if FMC not permit the relisting of guar contracts then prices would fall as big farmers would make panic selling in the open markets as expected.
- 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 sow guar in their vacant fields/plots considering lucrative prices of guar seed.

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 May 03, 2013
Churi and Korma Prices:

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

Guar Export Prices: As of May 03, 2013

	Variety	Value (\$/MT)
Guargum Split		5190
Guargum Powder	200 Mesh 5000 CPS	5931
	200 Mesh 3500 CPS	5746
Guargum Meal	Meal 40%	240

Meal 50%

380

Guar Prices at Key Spot Markets

Commodity	Centre	Prices (Rs/Qtl)			Change
		2/5/2013 (Till 1 pm)	1/5/2013 (Till 1 PM)	(Till 5 PM)	
Guar Seeds	Jodhpur(Delivery)	9500	9000	9000	500
	Jodhpur (Loose)	9000	8500	8500	500
	Sri-Ganganagar (Delivery)	9000	9000	9000	Unch
	Sri-Ganganagar(Loose)	8800	7800	7800	1000
	Alwar (loose)	8500	8200	8200	300
	Churu (Delivery)	9000	8700	8700	300
	Nagaur (Loose)	8700	-	-	-
	Adampur (Loose)	9100	8900	8900	200
	Sirsa (Loose)	9000	8200	8200	800
	Bhiwani (Delivery)	9200	8600	8400-9000	200
	Patan (Loose)	7850-8525	8525	8525	Unch
	Deesa (Loose)	8625-8840	7960	7960	880
	Rajkot (Loose)	7500-9000	7750-8600	7750-8600	400
	Nokha (Delivery)	9530	9116	9116	414
	Nokha(Loose)	8500-9200	8800	8800	400
	Hanumangarh (Delivery)	-	-	-	-
	Hanumangarh (Loose)	-	-	-	-
	Dhabwali (Loose)	9200	9200	9200	Unch
	Bikaner (Delivery)	9400	9077	9077	323
	Bikaner (Loose)	9100	8777	8777	323
	Khajuwala Bikaner(Delivery)	9400	9400	9400	Unch
	Khajuwala Bikaner (Loose)	9000-9100	8600-8900	8600-8900	200
	Dabra	8000-8600	7000-7500	7000-7500	1100
Guar Gum	Jodhpur	28000	27200	27500-28500	-500
	Sirsa	28000	26000	26000	2000
	Alwar	28000	27000	27000	1000
	Bhiwani	27800	26700	26700	1100
	Dhabwali	27800	27500	27500	300

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)			Change
	2/5/2013 (Till 1 pm)	1/5/2013 (Till 1 PM)	(Till 5 PM)	
Jodhpur	13000	7000	7000	6000

Sri-Ganganagar	1000	800	800	200
Alwar	200	200	200	Unch
Churu	200	300	300	-100
Nagaur	200	-	-	-
Adampur	1200	1500	1500	-300
Sirsa	80	-	-	-
Bhiwani	1500	900	700	800
Patan	-	100	100	-
Deesa	293	170	170	123
Rajkot	550	450	450	100
Nokha	200	200	200	Unch
Hanumangarh	-	-	-	-
Dhabwali	-	-	-	-
Bikaner	500	1500	1500	-1000
Khajuwala Bikaner	150	200	200	-50
Dabra	250	500	500	-250
Total Arrival	19323	13820	13620	5703

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