

Domestic Fundamentals:

- Guar seed as well as gum prices declined sharply today due to higher arrivals compared to prior day.
- Pressure continues on guar seed and gum prices on the expectation of improved standing crop status due to recent rains in major growing states like Rajasthan and Gujarat.
- Fear of more dip in cash market encouraged stock holders to release stock (old) at regular intervals. Besides, new crop from Haryana is expected to hit the market in the first week of October.
- Recent rains in Bikaner, Churu region have ensured improvement in standing crop and it would compensate earlier loss to the crop to some extent. There is still uncertainty over the size of old stock. However, market participants feel that there is ample old stock in the market.
- Higher demand for gum in the international market is due to weak INR. However, strong appreciation in INR would impact gum demand in the short term. Besides, major seed buyers would prefer to wait for the new crop. Clear picture of production size would emerge by mid October. Overall sentiment remains un-favourable for any bull run at this point of time.
- Market regulator FMC is asking the exchanges to probe the price fluctuations in guar trading. It would help to limit the cartel game.
- Almost 20 percent crop loss in Rajasthan as assumed by trading community due to lack of earlier rains may drive price up at the end of last quarter when arrivals begin to decrease. However, last week of October is very crucial and if crop growing regions receive one-two showers of rains again, more dip in seed price remains a visible possibility.
- Around 37000 tons of guar gum (Splits and powder) exported to various countries in August month 2013 as reported. It is notable that India has exported 45000 tons of guar gum (Splits and Powder) in July month 2013.

Outlook:

Overall sentiment remains bearish. However, profit booking in the future market may lend support for the short term.

NCDEX Guar Seed Future Quotes:

Contract	+/-	Open	High	Low	Close
Oct-13	-20	5850	6160	5760	5970
Nov-13	-110	5650	5990	5590	5710
Dec-13	-120	5670	5900	5610	5720

Contract	Volume	Change	OI	Change
Oct-13	12,284	3387	5539	95
Nov-13	7691	-893	7299	-671
Dec-13	573	-20	1503	-49

Stocks	Demat	In-Process	Total	FEI
	24.9.2013	24.9.2013	24.9.2013	23.9.2
Deesa	52	0	52	52
Bikaner	50	0	50	50
Ganganagar	-	-	-	20

NCDEX Guar Gum Future Quotes:

Contract	+/-	Open	High	Low	Close
Oct-13	-390	16500	17480	16330	16620
Nov-13	-630	16250	16790	16080	16120
Dec-13	-550	16220	16600	16060	16170

Contract	Volume	Change	OI	Change
Oct-13	1993	162	966	-63
Nov-13	1251	-716	2420	-93
Dec-13	87	-83	191	12

Churi and Korma Prices: As of September 25,2013

Commodity	Center	Rs/75kg
Churi	Jodhpur	1100
Korma	Jodhpur	1825
Churi	Sri-Ganganagar	1050
Korma	Sri-Ganganagar	1800

Guar Export Prices: As of September 25,2013

	Variety	Value (\$/MT)
Guargum Split		2712
Guargum Powder	200 Mesh 5000 CPS	3350
	200 Mesh 3500 CPS	3190
Guargum Meal	Meal 40%	320
	Meal 50%	480

Guar Seed Prices at Key Spot Markets

Commodity	Centre	Prices (Rs/Qtl)		Change
	Guar Seeds	9/25/2013	9/24/2013	
Rajasthan	Jodhpur (Loose)	5500	5900	-400
	Jodhpur(Delivery)	5800	6300	-500
	Sri-Ganganagar(Loose)	5700	5700	Unch
	Sri-Ganganagar (Delivery)	6000	5900	100
	Nagaur (Loose)	5700	5800	-100
	Alwar (loose)	5300	6000	-700
	Churu (Delivery)	6000	6500	-500
	Bikaner (Loose)	5800	6000	-200
	Bikaner (Delivery)	6100	6200	-100
	Khajuwala Bikaner (Loose)	6000	6240	-240
	Khajuwala Bikaner(Delivery)	6240	6490	-250
	Nokha(Loose)	6000	6000	Unch
	Nokha (Delivery)	6216	6216	Unch
	Hanumangarh (Loose)	6100	6300	-200
	Hanumangarh (Delivery)	6300	6450	-150
Haryana	Adampur (Loose)	6300	6350	-50
	Adampur (Delivery)	6500	6550	-50
	Sirsa (Loose)	6000	-	-
	Bhiwani (Delivery)	5500	5500	Unch
	Dhabwali (Loose)	5700	6100	-400
	Dhabwali (Delivery)	6000	6350	-350

Gujarat	Deesa (Loose)	5625	5500	125
	Patan (Loose)	5680	5875	-195
	Rajkot (Loose)	5900	6300	-400
Madhya pradesh	Dabra (Loose)	-	7000	-
Guar Gum				
Rajasthan	Jodhpur	16000	17000	-1000
	Alwar	15000	17500	-2500
Haryana	Sirsa	19000	-	-
	Bhiwani	18000	17500	500
	Dhabwali	16000	17100	-1100

Guar Seed Arrivals in Key Centers

Arrivals (Quintals)				
Centre		9/25/2013	9/24/2013	Change
Rajasthan	Jodhpur	8000	5000	3000
	Sri-Ganganagar	1000	2000	-1000
	Nagaur	20	20	Unch
	Alwar	100	100	Unch
	Churu	100	200	-100
	Bikaner	100	600	-500
	Khajuwala Bikaner	250	150	100
	Nokha	100	50	50
	Hanumangarh	80	70	10
Haryana	Adampur	1500	1000	500
	Sirsa	400	-	-
	Bhiwani	200	600	-400
	Dhabwali	40	50	-10
Gujarat	Deesa	416	500	-84
	Patan (Loose)	23	97	-74
	Rajkot	890	480	410
Madhya pradesh	Dabra	-	-	-
Total Arrival		13219	10917	2302

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