

Domestic Fundamentals:

- Guar seed as well as gum prices improved today in key spot markets due to lower arrivals and increasing stockists buying in various markets.
- 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	150	6100	6200	6020	6120
Nov-13	90	5810	5930	5690	5800
Dec-13	100	5890	5940	5710	5820

Contract	Volume	Change	OI	Change
Oct-13	11132	-1152	5487	-52
Nov-13	10645	2954	8883	1584
Dec-13	698	125	1520	17

Stocks	Demat	In-Process	Total	FEI
	25.9.2013	25.9.2013	25.9.2013	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	400	16700	17280	16700	17020
Nov-13	270	16500	16760	16140	16390
Dec-13	320	16650	16810	16220	16490

Contract	Volume	Change	OI	Change
Oct-13	1836	-157	927	-39
Nov-13	1880	629	2389	-31
Dec-13	141	54	212	21

Guar Export Prices: As of September 26,2013

	Variety	Value (\$/MT)
Guargum Split		2732
Guargum Powder	200 Mesh 5000 CPS	3375
	200 Mesh 3500 CPS	3214
Guargum Meal	Meal 40%	320
	Meal 50%	480

Guar Seed Prices at Key Spot Markets

Commodity	Centre	Prices (Rs/Qtl)		Change
	Guar Seeds	9/26/2013	9/25/2013	
Rajasthan	Jodhpur (Loose)	6000	5500	500
	Jodhpur(Delivery)	6300	5800	500
	Sri-Ganganagar(Loose)	6050	5700	350
	Sri-Ganganagar (Delivery)	6300	6000	300
	Nagaur (Loose)	5700	5700	Unch
	Alwar (loose)	6000	5300	700
	Churu (Delivery)	6500	6000	500
	Bikaner (Loose)	6500	5800	700
	Bikaner (Delivery)	6750	6100	650
	Khajuwala Bikaner (Loose)	6250	6000	250
	Khajuwala Bikane(Delivery)	6500	6240	260
	Nokha(Loose)	6100	6000	100
	Nokha (Delivery)	6319	6216	103
	Hanumangarh (Loose)	6400	6100	300
	Hanumangarh (Delivery)	6650	6300	350
Haryana	Adampur (Loose)	6400	6300	100
	Adampur (Delivery)	6700	6500	200
	Sirsa (Loose)	6000	6000	Unch
	Bhiwani (Delivery)	6200	5500	700
	Dhabwali (Loose)	6480	5700	780
	Dhabwali (Delivery)	6800	6000	800
Gujarat	Deesa (Loose)	5750	5625	125
	Patan (Loose)	5900	5680	220
	Rajkot (Loose)	Closed	5900	-
Madhya pradesh	Dabra (Loose)	NA	NA	-
Guar Gum				
Rajasthan	Jodhpur	16800	16000	800
	Alwar	17500	15000	2500
Haryana	Sirsa	17000	19000	-2000

	Bhiwani	17000	18000	-1000
	Dhabwali	18500	16000	2500

Guar Seed Arrivals in Key Centers

Arrivals (Quintals)				
Centre		9/26/2013	9/25/2013	Change
Rajasthan	Jodhpur	6000	8000	-2000
	Sri-Ganganagar	1000	1000	Unch
	Nagaur	100	20	80
	Alwar	200	100	100
	Churu	300	100	200
	Bikaner	30	100	-70
	Khajuwala Bikaner	200	250	-50
	Nokha	100	100	Unch
	Hanumangarh	100	80	20
Haryana	Adampur	600	1500	-900
	Sirsa	300	400	-100
	Bhiwani	200	200	Unch
	Dhabwali	30	40	-10
Gujarat	Deesa	100	416	-316
	Patan (Loose)	20	23	-3
	Rajkot	Closed	890	-
Madhya pradesh	Dabra	NA	NA	-
Total Arrival		9280	13219	-3939

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