

Domestic Fundamentals:

- Cash guar market traded mixed at the major key spot market. Market experts expect prices to decline considerably this year due to higher crop size. Major buyers are unwilling to buy at current level. Overall sentiment remains bearish in the short and medium term.
- Market participants expect around 40 percent increase in production over last year. Higher acreage and favorable weather, except a short span of time, may drive production figure up to the level of 2.25 million T against 1.5 million T last year.
- As higher arrivals are round the corner, stockiest and planters stay away from the market. Even guar gum demand remains at low at this point of time. Even 20 to 25 percent old stocks are still lying intact. All these factors hint bearish outlook in the months ahead.
- It is notable that new crop arrives in Haryana with moisture content of 16-18% at present. However, arrivals will get pace in early November from Haryana region as expected.
- Crop of guar seed has not been damaged severely as expected earlier. Late sowed crop has grown upto knee size height in rain fed areas of Hanumangarh as reported.
- Normal rainfall and sufficient irrigated water availability for guar results in normal yield in Ganganagar region as reported.
- Around 24504 tons of guar gum (Splits and powder) exported to various countries in September month 2013 as reported. It is notable that India has exported 37000 tons of guar gum (Splits and Powder) in August month 2013.
- It is notable that new crop has started arriving in Ganga nagar and Haryana region. However, quantities are pretty less arriving in various mandis as reported.
- Recent rainfall in the Northern India would support the standing guar crop but also would delay the arrivals of new crop. It is notable that guar crop normally starts arriving in various parts of Haryana in the first week of October but now it would likely to arrive after 10 days of normal arriving time.
- According to a research company THL, guar cultivation has increased this year by 21% over last year.

Outlook:

Guar sentiments are weak for medium to long term considering weak demand from International markets, higher carry over stock from last year and higher guar production scenario for current season representing huge surplus of guar stocks in the markets.

NCDEX Guar Seed Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-13	200.00	5270.00	5350.00	5120.00	5350.00
Dec-13	190.00	5020.00	5200.00	4940.00	5190.00
Jan-14	200.00	4970.00	5200.00	4850.00	5200.00

Contract	Volume	Change	OI	Change
Nov-13	7,374	2751.00	12132	-1352.00
Dec-13	5,910	3012.00	7470	1293.00
Jan-14	1,992	386.00	5112	660.00

NCDEX Guar Gum Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-13	560.00	14140.00	14690.00	14080.00	14690.00
Dec-13	550.00	13800.00	14350.00	13700.00	14350.00
Jan-14	540.00	13710.00	14280.00	13600.00	14280.00

Contract	Volume	Change	OI	Change
Nov-13	1,316	191.00	2714	-192.00
Dec-13	489	32.00	1212	66.00
Jan-14	108	-15.00	220	11.00

Guar Stock position & Fed:

Stocks	Demat	In-Process	Total	FED
	24.10.2013	24.10.2013	24.10.2013	21.10.2013
Bikaner	52	0	52	52
Deesa	50	0	50	50
Sri Ganganagar	-	-	-	-

Churi and Korma Prices: As of October 25, 2013

Commodity	Center	Rs/75kg
Churi	Jodhpur	1300
Korma	Jodhpur	1700
Churi	Sri-Ganganagar	1250
Korma	Sri-Ganganagar	1650

Guar Export Prices: As of October 25,2013

	Variety	Value (\$/MT)
Guargum Split		2434
Guargum Powder	200 Mesh 5000 CPS	3083
	200 Mesh 3500 CPS	2921
Guargum Meal	Meal 40%	280
	Meal 50%	440

Guar Seed Prices at Key Spot Markets

Commodity	Centre	Prices (Rs/Qtl)		Change
	Guar Seeds	25-Oct-13	24-Oct-13	
Rajasthan	Jodhpur (Loose)	5255	5225	+30
	Jodhpur(Delivery)	5560	5500	+60

	Sri-Ganganagar(Loose)	5200	5200	Unch
	Sri-Ganganagar (Delivery)	5350	5400	-50
	Nagaur (Loose)	5200	5000	+200
	Alwar (loose)	5000	5000	Unch
	Churu (Delivery)	5500	5500	Unch
	Bikaner (Loose)	5350	5300	+50
	Bikaner (Delivery)	5550	5550	Unch
	Khajuwala Bikaner (Loose)	5250	5200	+50
	Khajuwala Bikaner(Delivery)	5465	5408	+57
	Nokha(Loose)	5400	5200	+200
	Nokha (Delivery)	5596	5387	+209
	Hanumangarh (Loose)	5400	5200	+200
	Hanumangarh (Delivery)	5650	5450	+200
Haryana	Adampur (Loose)	-	5250	-
	Adampur (Delivery)	-	5500	-
	Sirsa (Loose)	-	5000	-
	Bhiwani (Delivery)	5100	5150	-50
	Dhabwali (Loose)	-	5300	-
	Dhabwali (Delivery)	-	5500	-
	Siwani (Loose)	-	5350	-
	Ellanabad (Loose)	-	5400	-
Gujarat	Deesa (Loose)	5465	5000	+465
	Patan (Loose)	5115	5075	+40
	Rajkot (Loose)	5295	5275	+20
Madhya pradesh	Dabra (Loose)	5200	NA	-
Guar Gum				
Rajasthan	Jodhpur	14800	14500	+300
	Alwar	15000	15000	Unch
Haryana	Sirsa	-	13000	-
	Bhiwani	14300	14500	-200
	Dhabwali	-	14700	-
	Ellanabad	-	15000	-

Guar Seed Arrivals in Key Centers

Arrivals (Quintals)				
Centre		24-Oct-13	23-Oct-13	Change
Rajasthan	Jodhpur	8500	1000	+7500
	Sri-Ganganagar	6000	5000	+1000
	Nagaur	300	300	Unch
	Alwar	300	300	Unch
	Churu	400	500	-100

	Bikaner	1000	1000	Unch
	Khajuwala Bikaner	400	500	-100
	Nokha	150	100	+50
	Hanumangarh	2000	1500	+500
Haryana	Adampur	-	4000	-
	Sirsa	-	3000	-
	Bhiwani	1000	1000	Unch
	Dhabwali	-	1500	-
	Siwani	-	500	-
	Ellanabad	-	1500	-
Gujarat	Deesa	1308	926	+382
	Patan (Loose)	376	300	+76
	Rajkot	1550	1950	-400
Madhya pradesh	Dabra	60	NA	-
Total Arrival		21344	24876	-3532

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>

© 2013 Indian Agribusiness Systems Pvt Ltd.