

Domestic Market Recap:

- Prices of guar seed declined due to higher arrivals compared to prior week. Prices fall in spot markets amid fall in prices in NCDEX platform. Stockists are creating artificial panic in the market in order to increase the guar arrivals from farmers in the market. This move gives clear indication that stockists are trying to build their guar stocks at lower levels as expected.
- Prices of guar seed likely to test Rs. 4000 per quintal in the coming period.
- Meanwhile, the big traders and farmers who have invested their own money (and money taken on interest) are not willing to release their guar stocks in the open market at present rates.

Current Market Dynamics

Guar prices are presently moving in a short trading range with weak tone.

However, overall sentiments remained bearish considering higher production, lower export scenario and last year higher carry over stocks of guar seed.

As far as arrivals are concerned, Jodhpur market arrivals stood at 1550 bags during last week which was 800 bags last week.

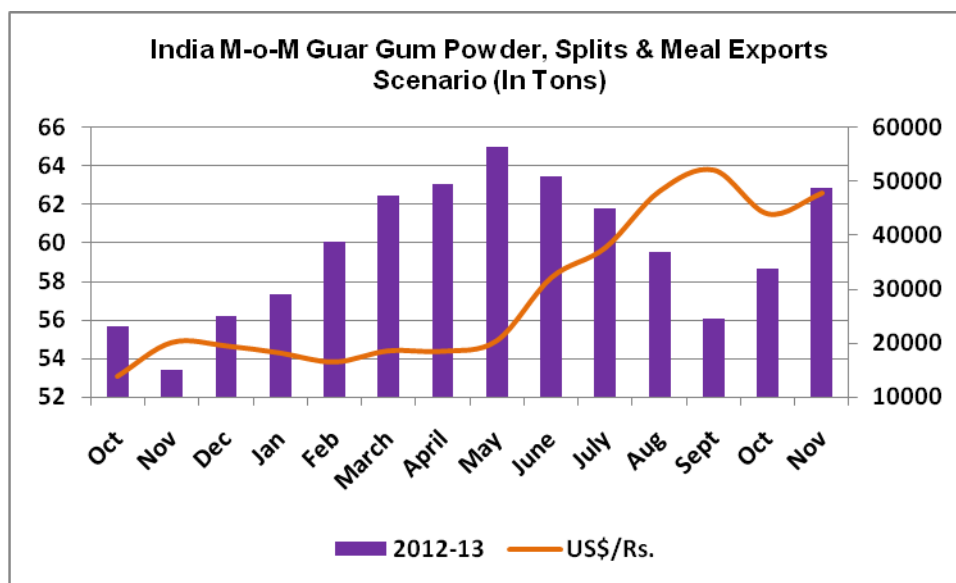
Export and Import Scenario

Presently, export demand from US and China remained consistent but not going to increase by huge volume as US has already huge stocks in Houston as reported.

Around 48713 tons of guar gum (Splits and powder) exported to various countries in November month 2013 as reported. It is notable that India has exported 48713 tons of guar gum (Splits and Powder) in October month 2013.

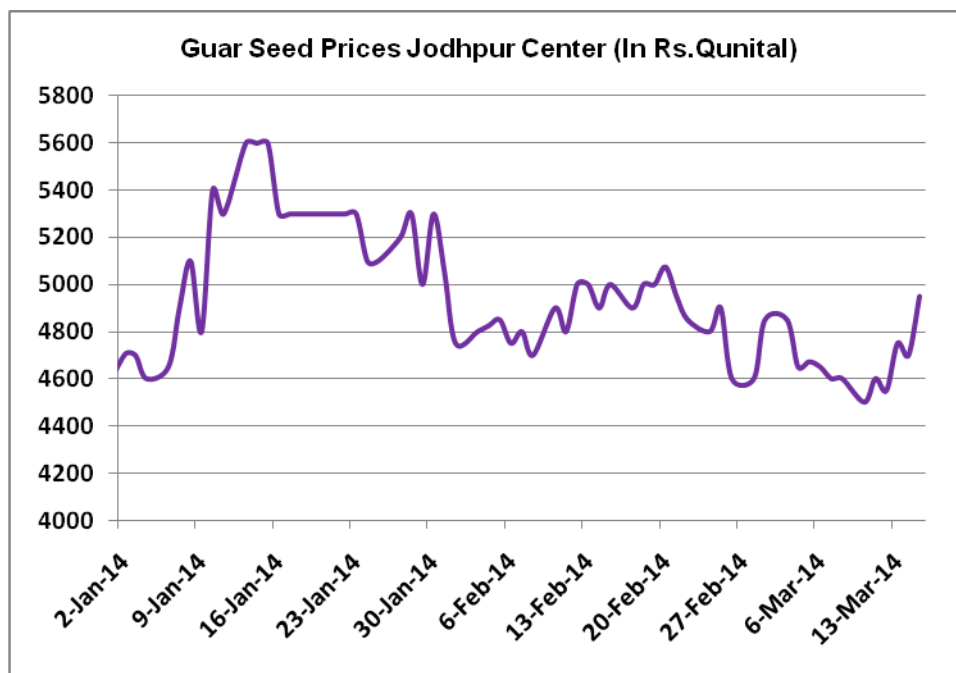
Demand Side of Guar and Guar Gum:

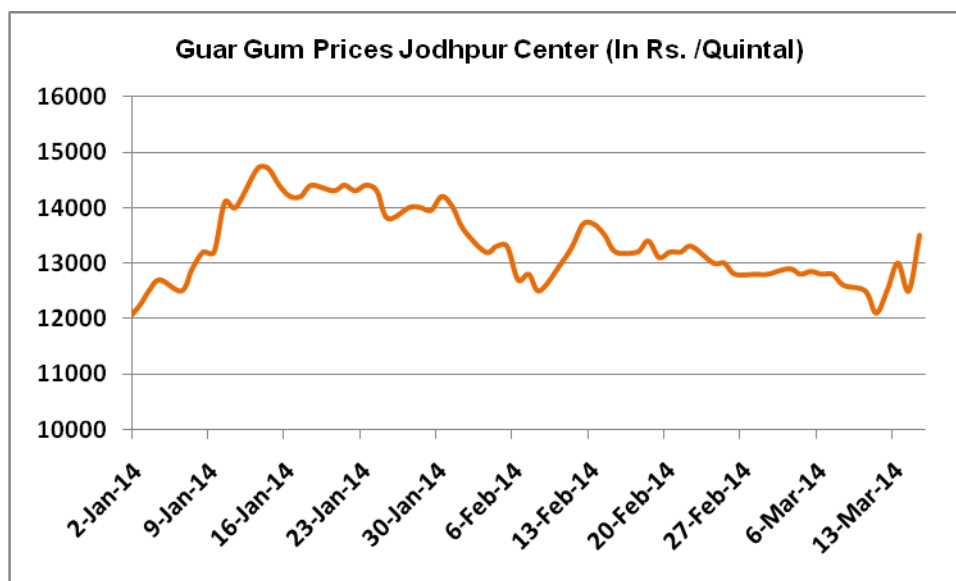
It is notable that guar prices are falling owing to weak domestic demand. Higher crop expectations of summer crop led the prices downwards.



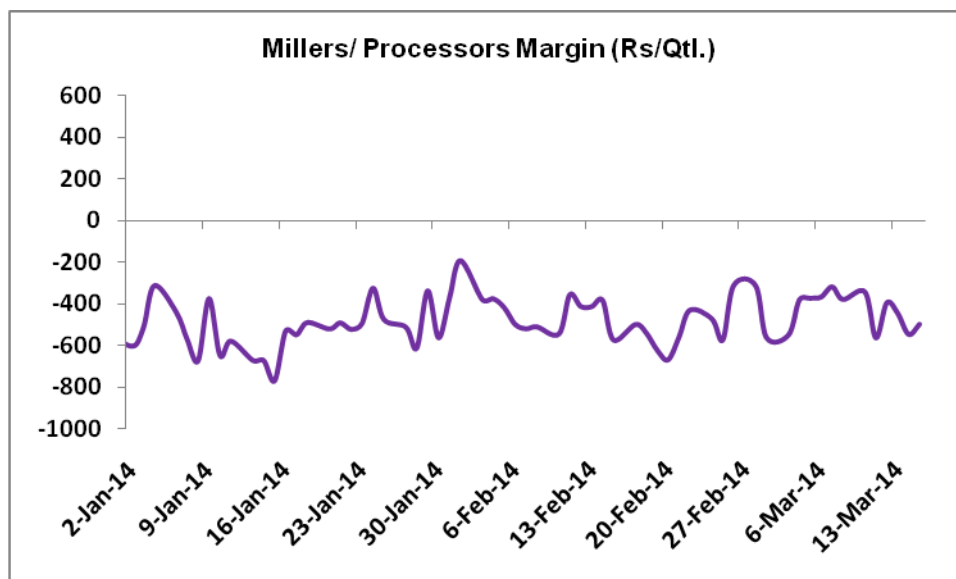
Price Scenario

Guar seed and Gum weekly average prices declined during the week. In the second week of March, the average price of guar seed declined by 2% to Rs.4616/Qtl compared to prior week. Also, guar gum prices declined last week by 2.3% to Rs.12533/Qtl compared to previous week. The graph below illustrates the weekly average price movement of guar seed and guar gum in Jodhpur market.





Millers/Processors Margin



As seen in the chart above, the average crushing margin of guar seed declined compared to previous week. In the second week of March 2014, average crush margin stood at Rs. -443.6/Quintal which was -407 per quintal last week. Decrease in Churi and korma prices led the margin up this week.

Guar By – Products Weekly Average Prices:

Commodity	Centre	8th-14th Mar14	1st-7th Mar14	Change
Churi	Jodhpur	1144	1200	-56
Korma	Jodhpur	1678	1711	-33
Churi	Sri Ganganagar	829	842	-13
Korma	Sri Ganganagar	1208	1250	-42
Prices in Rs/75kg				

Guar Export Weekly Average Prices:

Commodity	Variety	Value (\$/MT)		Change
		8th-14th Mar14	1st-7th Mar14	
Guargum Split (Banaskantha)		2060	2110	-50
Guargum Powder	200 Mesh 5000 CPS	2769	2759	10
	200 Mesh 3500 CPS	2605	2597	8
Guargum Meal	40%	263	280	-17
	50%	360	360	Unch
Prices in \$/MT				

Commodity	Centre	Weekly Prices (Average)		Change
	Guar Seeds	8th-14th Mar14	1st-7th Mar14	
Rajasthan	Jodhpur (Loose)	4390	4484	-94
	Jodhpur(Delivery)	4620	4684	-64
	Sri Ganganagar(Loose)	4325	4531	-206
	Sri Ganganagar (Delivery)	4465	4686	-221
	Nagaur (Loose)	4140	4350	-210
	Alwar (loose)	4080	4200	-120
	Churu (Delivery)	4600	4790	-190
	Bikaner (Loose)	4401	4508	-107
	Bikaner (Delivery)	4490	4670	-180
	Khajuwala Bikaner (Loose)	4292	4445	-153
	Khajuwala Bikaner(Delivery)	4464	4623	-159
	Nokha(Loose)	4314	4512	-198
	Nokha (Delivery)	4469	4674	-205
	Hanumangarh (Loose)	4325	4535	-210
	Hanumangarh (Delivery)	4505	4735	-230

Haryana	Adampur (Loose)	4405	4554	-149
	Adampur (Delivery)	4600	4754	-154
	Sirsa (Loose)	4565	4610	-45
	Bhiwani (Delivery)	4410	4600	-190
	Dhabwali (Loose)	4328	4498	-170
	Dhabwali (Delivery)	4518	4698	-180
	Siwani (Loose)	4420	4615	-195
	Ellanabad (Loose)	4366	4531	-165
Gujarat	Deesa (Loose)	4044	4414	-370
	Patan (Loose)	4167	4255	-88
	Rajkot (Loose)	4008	4192	-184
Madhya pradesh	Dabra (Loose)	3860	4000	-140
Guar Gum				
Rajasthan	Jodhpur	12520	12830	-310
	Alwar	12200	13000	-800
Haryana	Sirsa	12140	12100	40
	Bhiwani	12380	12810	-430
	Dhabwali	12240	12860	-620
	Ellanabad	12360	12880	-520

Week on Week Price: Scenario of Guarseed and Guargum:

Commodity	Centre	Today	Week ago	Month ago	Year ago
	Guar Seeds	7-Mar-14	28-Feb-14	7-Feb-14	7-Mar-13
Rajasthan	Jodhpur (Loose)	4500	4400	4650	10200
	Jodhpur(Delivery)	4700	4600	4800	10500
	Sri Ganganagar(Loose)	4375	4515	4600	10200
	Sri Ganganagar (Delivery)	4575	4715	4800	10500
	Nagaur (Loose)	4200	4300	4550	9700
	Alwar (loose)	4100	4200	4400	9500
	Churu (Delivery)	4700	4800	4700	10100
	Bikaner (Loose)	4475	4500	4790	10150
	Bikaner (Delivery)	4550	4650	4800	10400
	Khajuwala Bikaner (Loose)	4330	4425	4500	NR
	Khajuwala Bikaner(Delivery)	4503	4602	4680	NR
	Nokha(Loose)	4380	4520	4480	10250
	Nokha (Delivery)	4538	4683	4641	10500
	Hanumangarh (Loose)	4340	4425	4550	10200
	Hanumangarh (Delivery)	4540	4625	4600	10500

Haryana	Adampur (Loose)	4450	4550	4600	10300
	Adampur (Delivery)	4650	4750	4725	10550
	Sirsa (Loose)	4425	4525	4600	10300
	Bhiwani (Delivery)	4450	4600	4625	10200
	Dhabwali (Loose)	4350	4450	4450	10200
	Dhabwali (Delivery)	4550	4650	4650	NR
	Siwani (Loose)	4475	4600	4550	NR
	Ellanabad (Loose)	4400	4500	4600	NR
Gujarat	Deesa (Loose)	4105	4350	4440	10050
	Patan (Loose)	4325	4250	4315	9500
	Rajkot (Loose)	4105	4125	4550	10275
Madhya pradesh	Dabra (Loose)	3800	4000	4200	10000
Guar Gum					
Rajasthan	Jodhpur	12500	12800	12800	30600
	Alwar	12500	13000	12900	30600
Haryana	Sirsa	12000	12000	12000	38000
	Bhiwani	12700	12900	12900	30600
	Dhabwali	12500	12800	12800	30500
	Ellanabad	12500	12800	13000	NR

Guar Cumulative Arrivals in Key Centers

Centre	Weekly Arrivals (Quintals)			Change
		8th-14th Mar14	1st-7th Mar14	
Rajasthan	Jodhpur	1400	650	750
	Sri Ganganagar	14500	9500	5000
	Nagaur	550	850	-300
	Alwar	3500	3500	Unch
	Churu	1200	1600	-400
	Bikaner	4700	4900	-200
	Khajuwala Bikaner	4600	5300	-700
	Nokha	1550	1400	150
	Hanumangarh	3900	4900	-1000
Haryana	Adampur	21000	22500	-1500
	Sirsa	21000	20000	1000
	Bhiwani	2200	2100	100
	Dhabwali	1850	2700	-850
	Siwani	7500	8500	-1000
	Ellanabad	8700	9800	-1100

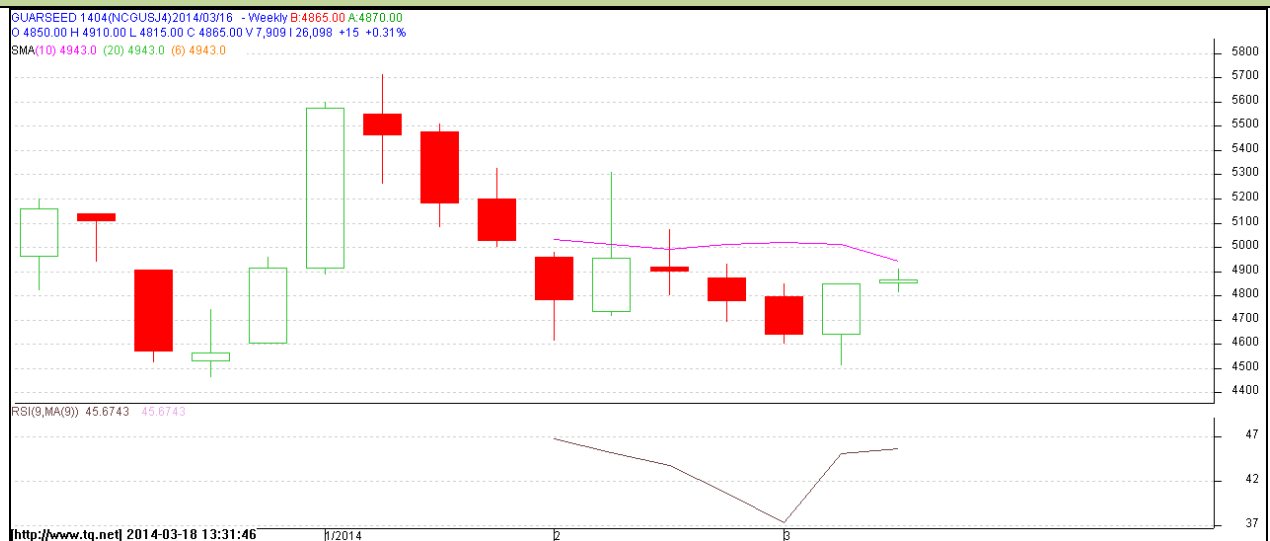


Gujarat	Deesa	731	954	-223
	Patan (Loose)	782	849	-67
	Rajkot	2043	2716	-673
Madhya pradesh	Dabra	9000	8500	500
Total Arrival		110706	111219	-513

Commodity: Guar Seed
Contract: April

Exchange: NCDEX
Expiry: Apr 20, 2013

Guar Seed (Weekly April Contract Chart)



Technical Commentary:

- Guar prices are moving in a range with weak tone.
- Last candlestick depicts bullishness.
- Selling should occur from higher levels which would take the prices down further.

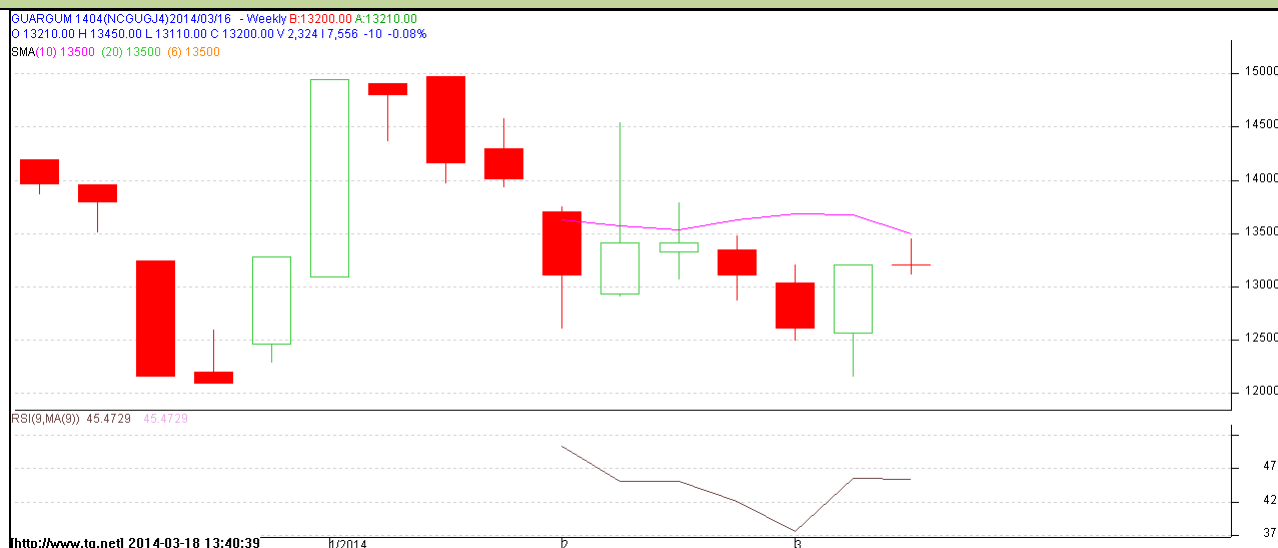
Strategy: Sell from resistance levels.

Weekly Supports & Resistances			S2	S1	PCP	R1	R2
Guar Seed	NCDEX	Apr	4510	4610	4850	5140	5310
Weekly Trade Call			Call	Entry	T1	T2	SL
Guar Seed	NCDEX	Apr	Sell	Below 4980	4780	4680	5100

Commodity: Guar Gum
Contract: April

Exchange: NCDEX
Expiry: Apr 20, 2013

Guar Gum (April Weekly Chart)



Technical Commentary:

- Guar prices are hovering in a downtrend as chart depicts.
- However, RSI is hovering at neutral region.
- Last candlesticks depict bearishness.

Strategy: Sell from support level.

Weekly Supports & Resistances			S2	S1	PCP	R1	R2
Guar Gum	NCDEX	Apr	12650	12800	13210	13625	14025
Weekly Trade Call			Call	Entry	T1	T2	SL
Guar Gum	NCDEX	Apr	Sell	Below 13400	13000	12850	13600

Spot Market Technical Analysis of Guar seed & Guar gum



Fig-1 – Guar Seed Weekly Spot Prices (Jodhpur)

Guar seed prices moving upwards and likely to test Rs 5000 level in the coming week for Jodhpur market as expected. However, still trend is down as chart depicts.



Fig-2 – Guar Gum Weekly Spot Prices (Jodhpur)

Prices of guar gum surge last week due to lower arrivals and hovering at pretty crucial level. Breach of Rs 13700 level by

Prices are likely to move towards Rs.12000/Qtl levels in the short –term.

Spot Market Outlook:

Prices of guar seed currently moving in a range from last several weeks. Lower arrivals and buying of guar seed at lower levels by stockists unable to give prices a certain direction. We expect prices to move in a range in the coming week.

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.asp>