

Domestic Market Recap:

- Prices of guar seed and gum are continuously moving upside due to intact demand. Also, higher degree of increase in guar gum prices compared to guar seed also increases the processing margins for millers.
- Guar prices seems to test Rs 5200 and then 5500 soon considering lower stock in demat and lower arrivals in mandis. It is notable that punters collect guar stocks at lower rates and now play speculation in guar seed.
- In the first fortnight of April month, India has exported 13525 tons of guar products (Meal, Splits, and Powder) which is 5% less compared to guar products exported last month in the first fortnight. Out of total 13525 tons of guar products, 9354 tons of powder, 940 tons of splits and 3231.6 tons of meal exported from India in the first fortnight of April month.
- Arrivals in Ganganagar market declined in March 2015 to 47350 bags which was 59500 bags at same period last year. Lower production of guar seed becomes the major factor which declined the arrivals this year. In addition to it, lower prices and uneven rainfall also restrict farmers not to bring their produce in the APMC mandis.

Current Market Dynamics

Guar seed average prices improved last week due to pure speculation and comparatively weaker arrivals in Ganganagar region. We expect prices to improve in the coming week.

In the major Jodhpur market, arrivals were reported around 1100 bags of guar seed last week which was around 850 bags prior week.

Also in Adampur (Haryana) market which is the biggest market of guar in North reported higher arrivals (6300 bags) compared to prior week i.e. 4400 bags.

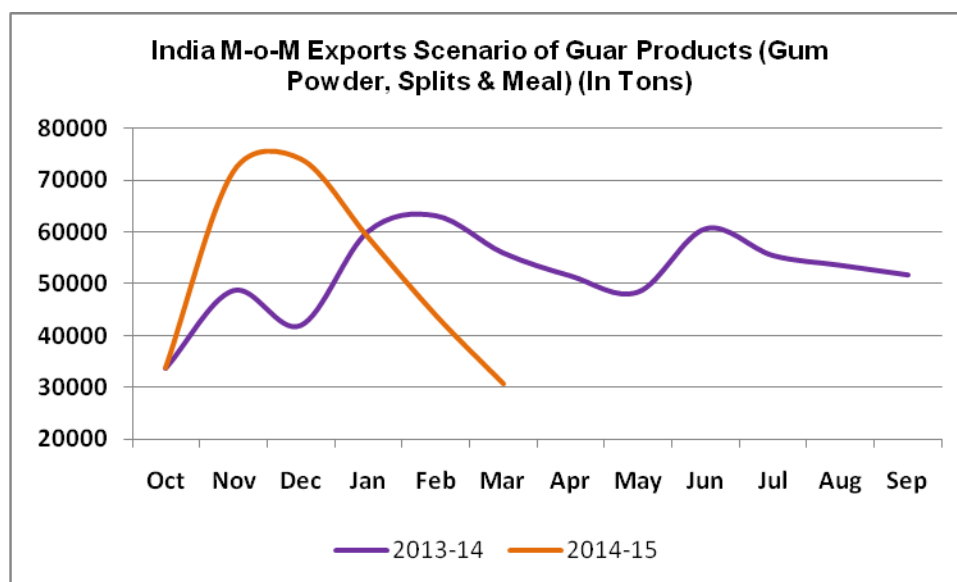
Export and Import Scenario

India has exported 30786 tons of Guar Products (Gum, Splits & Meal) in the month of March 2015 which is lower export figures in last 18 months. Out of the total guar exports, 20798 tons of Guar gum, 3764 tons of Splits and 6224 tons of Guar splits exported in March 2015. Notably, recent month guar exports fell by 45% compared to last year same period guar exports. Weak demand of guar gum overseas mainly due to falling crude oil prices led the gum exports down in the last couple of months. Falling rig count and new shale gas explorations also become the major influencing factor for recent decline in guar gum exports.

Demand Side of Guar and Guar Gum:

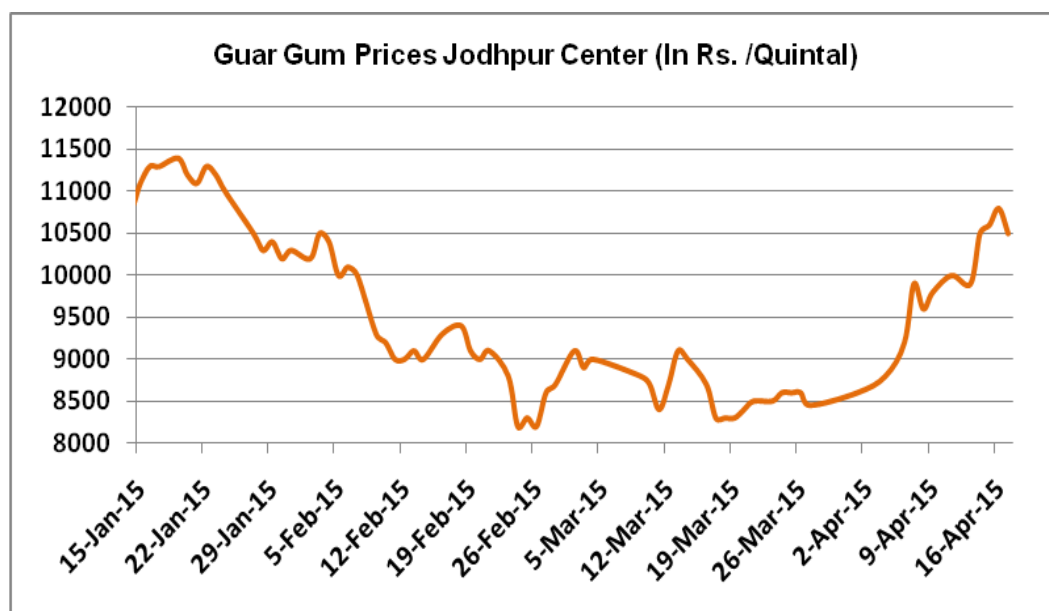
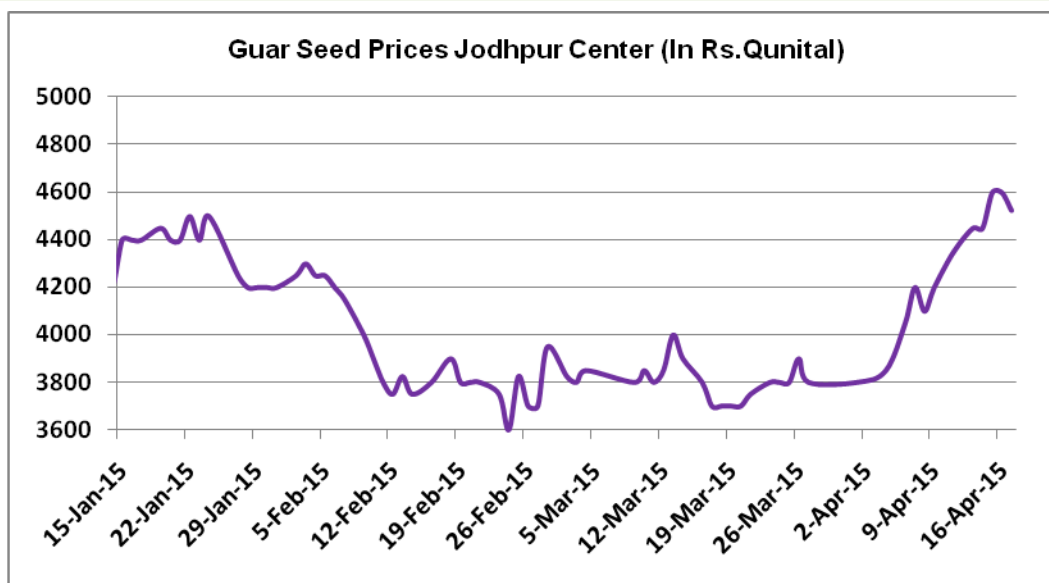
On export front, demands of guar products have decreased in March. Also, demand of guar products among major importers has decreased. Major energy firms decreased their drilling operations in rigs as reported.

Below are the Rupee Monthly movement and its impact on monthly guar products export figures.

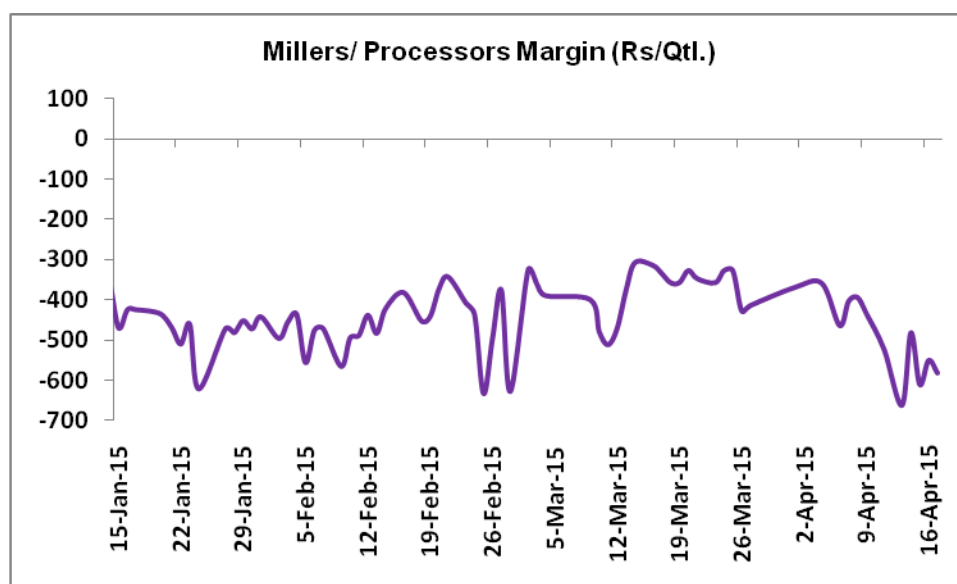


Price Scenario

In the second week of Apr, the average price of guar seed improved sharply by 8.3% to Rs.4525/Qtl compared to prior week. Also, guar gum prices increased last week by 7.88% to Rs.10383/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 decreased compared to previous week. In the third week of April 2015, average crush margin stood at Rs. -568/Quintal which were -424 per quintal last week. Higher degree of increase in guar seed compared to gum led the margin down.

Guar by – Products Weekly Average Prices:

Commodity	Centre	11th to 17th Apr15	4th to 10nd Apr15	Change
Churi	Jodhpur	1433	1490	-57
Korma	Jodhpur	1725	1710	15
Churi	Sri-Ganganagar	1395	1380	15
Korma	Sri-Ganganagar	1660	1754	-94
Prices in Rs/75kg				

Guar Export Weekly Average Prices:

Commodity	Variety	11th to 17th Apr15	4th to 10nd Apr15	Change
Guargum Split		1705	1532	173
Guargum Powder	200 Mesh 5000 CPS	2026	1853	173
	200 Mesh 3500 CPS	1946	1773	173
Guargum Meal	40%	326	335	-9
	50%	382	383	-1
Prices in \$/MT				

Commodity	Centre	Weekly Prices (Average)		Change
	Guar Seeds	11th to 17th Apr15	4th to 10nd Apr15	

Rajasthan	Jodhpur (Loose)	4236	3880	356
	Jodhpur(Delivery)	4511	4080	431
	Sri-Ganganagar(Loose)	4354	3920	434
	Sri-Ganganagar (Delivery)	4550	4090	460
	Nagaur (Loose)	4343	3933	410
	Alwar (loose)	4308	3940	368
	Churu (Delivery)	4400	4140	260
	Bikaner (Loose)	4361	3983	377
	Bikaner (Delivery)	4500	4179	321
	Khajuwala Bikaner (Loose)	4300	3988	312
	Khajuwala Bikaner(Delivery)	4472	4217	255
	Nokha(Loose)	4272	3998	274
	Nokha (Delivery)	4426	4142	284
	Hanumangarh (Loose)	4329	3930	399
	Hanumangarh (Delivery)	4507	4121	386
Haryana	Adampur (Loose)	4397	4040	357
	Adampur (Delivery)	4564	4217	348
	Sirsa (Loose)	4246	3942	305
	Bhiwani (Delivery)	4514	4110	404
	Dhabwali (Loose)	4357	3883	475
	Dhabwali (Delivery)	4556	4070	486
	Siwani (Loose)	4407	4067	340
	Ellanabad (Loose)	4344	3996	348
Gujarat	Deesa (Loose)	NA	NA	-
	Patan (Loose)	NA	NA	-
	Rajkot (Loose)	4217	4019	198
	Dhrol (Loose)	3777	3653	123
Madhya pradesh	Dabra (Loose)	NA	NA	-
Guar Gum				
Rajasthan	Jodhpur	10443	9460	983
	Alwar	10317	9600	717
Haryana	Sirsa	10386	9408	977
	Bhiwani	10300	9380	920
	Dhabwali	10300	9075	1225
	Ellanabad	10400	9425	975

Week on Week Price: Scenario of Guarseed and Guargum:

Commodity	Centre	Today	Week ago	Month ago	Year ago
	Guar Seeds	17-Apr-15	10-Apr-15	17-Mar-15	17-Apr-14

Rajasthan	Jodhpur (Loose)	4250	NR	3500	Closed
	Jodhpur(Delivery)	4525	NR	3700	Closed
	Sri-Ganganagar(Loose)	4400	4150	3650	Closed
	Sri-Ganganagar (Delivery)	4600	4250	3850	Closed
	Nagaur (Loose)	4400	4100	3700	Closed
	Alwar (loose)	4100	4100	3500	4200
	Churu (Delivery)	4300	4300	3700	NR
	Bikaner (Loose)	4350	4200	3575	Closed
	Bikaner (Delivery)	4500	4400	3775	Closed
	Khajuwala Bikaner (Loose)	4300	4180	3600	Closed
	Khajuwala Bikane(Delivery)	4472	4347	3744	Closed
	Nokha(Loose)	4250	4200	3600	Closed
	Nokha (Delivery)	4403	4351	3730	Closed
	Hanumangarh (Loose)	4400	4100	3600	Closed
	Hanumangarh (Delivery)	4550	4300	3800	Closed
Haryana	Adampur (Loose)	4500	4100	3600	4600
	Adampur (Delivery)	4700	4300	3800	4900
	Sirsa (Loose)	4200	4100	3550	4600
	Bhiwani (Delivery)	4550	4400	3700	NR
	Dhabwali (Loose)	4400	NR	3525	4500
	Dhabwali (Delivery)	4650	NR	3725	4680
	Siwani (Loose)	4450	4200	3700	4625
	Ellanabad (Loose)	4300	4200	3575	4600
Gujarat	Deesa (Loose)	NA	NA	NA	4130
	Patan (Loose)	NA	NA	NA	4245
	Rajkot (Loose)	4150	4100	3755	4240
	Dhrol (Loose)	3555	3875	3555	NR
Madhya pradesh	Dabra (Loose)	NA	NA	NA	Closed
Guar Gum					
Rajasthan	Jodhpur	10500	NR	8300	Closed
	Alwar	10300	10000	8300	NR
Haryana	Sirsa	10200	9800	8300	12600
	Bhiwani	10000	10200	8800	NR
	Dhabwali	10300	NR	8400	12800
	Ellanabad	10400	10000	8400	12900

Guar Cumulative Arrivals in Key Centers

Centre	Weekly Arrivals (Quintals)			Change
		11th to 17th Apr15	4th to 10nd Apr15	
Rajasthan	Jodhpur	1100	850	250
	Sri-Ganganagar	7700	5300	2400

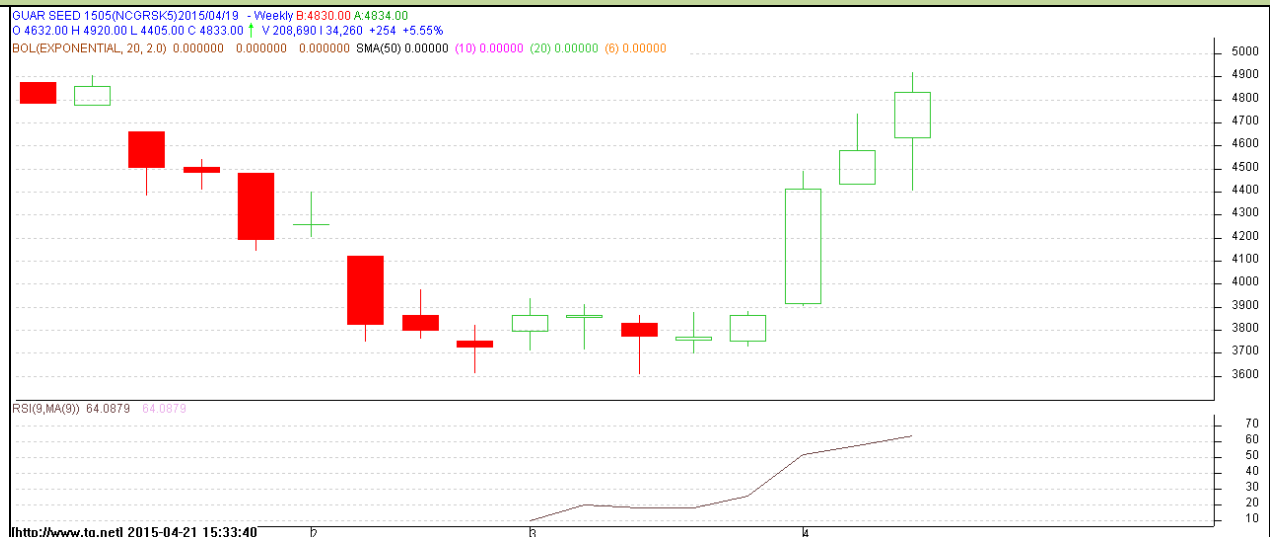
	Nagaur	2150	450	1700
	Alwar	1900	900	1000
	Churu	2500	2500	Unch
	Bikaner	4800	3300	1500
	Khajuwala Bikaner	4050	3500	550
	Nokha	2150	1200	950
	Hanumangarh	700	750	-50
Haryana	Adampur	6300	4400	1900
	Sirsa	5700	4600	1100
	Bhiwani	10000	3000	7000
	Dhabwali	1450	670	780
	Siwani	6800	3600	3200
	Ellanabad	2300	1910	390
Gujarat	Deesa	NA	NA	-
	Patan	NA	NA	-
	Rajkot	1100	465	635
	Dhrol	6	9	-3
Madhya pradesh	Dabra	NA	NA	-
Total Arrivals		60706	37404	23303



Commodity: Guar Seed 10MT
Contract: May

Exchange: NCDEX
Expiry: May 20, 2015

Guar Seed 10MT (Weekly May Contract Chart)



Technical Commentary:

- Guar prices are moving upside as chart depicts.
- However, prices have just gave a upper breakout signal
- However, RSI is hovering at neutral region.
- Last candlestick depicts bullishness.

Strategy: Buy from support levels.

Weekly Supports & Resistances			S2	S1	PCP	R1	R2
Guar Seed 10MT	NCDEX	May	3880	4104	4579	4903	5396
Weekly Trade Call			Call	Entry	T1	T2	SL
Guar Seed 10MT	NCDEX	May	Buy	Above 4400	4700	4850	4220



Commodity: Guar Gum
Contract: May

Exchange: NCDEX
Expiry: May 20, 2015

Guar Gum (May Weekly Chart)



Technical Commentary:

- Guar gum prices showed upside movement from last couple of weeks.
- However, RSI is hovering at neutral region
- Last candlestick depicts bullishness.

Strategy: Buy on dips.

Weekly Supports & Resistances			S2	S1	PCP	R1	R2
Guar Gum	NCDEX	May	9090	9370	10560	11430	12030
Weekly Trade Call			Call	Entry	T1	T2	SL
Guar Gum	NCDEX	May	Buy	Above 10200	10900	11250	9800

Spot Market Outlook:

Guar prices showed little upside direction due to moderate demand from stockists and improving processing margin from guar seed to gum. Also, lower arrivals decrease the supply pressure of guar seed in the market.

In addition to it, most of the traders and farmers are bearish in guar seed which give speculators an opportunity to collect guar seed stock at lower quotes which ultimately gives signs of improvement in guar seed prices for medium term (2-3 months).

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