

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.
- India exported total 10617 tons of guar products (Splits, powder and meal) in the third week of April which is 9% higher compared to last month same period. Out of total guar products exported, 7009 tons of guar powder, 1539 tons of splits and 2069 tons of meal exported.
- With lower monsoon forecast by IMD, guar seed and gum prices fires up in both physical and spot markets.
- In Haryana, arrivals of guar seed decreasing as farmers are now start bringing wheat in the markets.
- 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.

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 1400 bags of guar seed last week which was around 1100 bags prior week.

Also in Adampur (Haryana) market which is the biggest market of guar in North reported lower arrivals (4500 bags) compared to prior week i.e. 6300 bags.

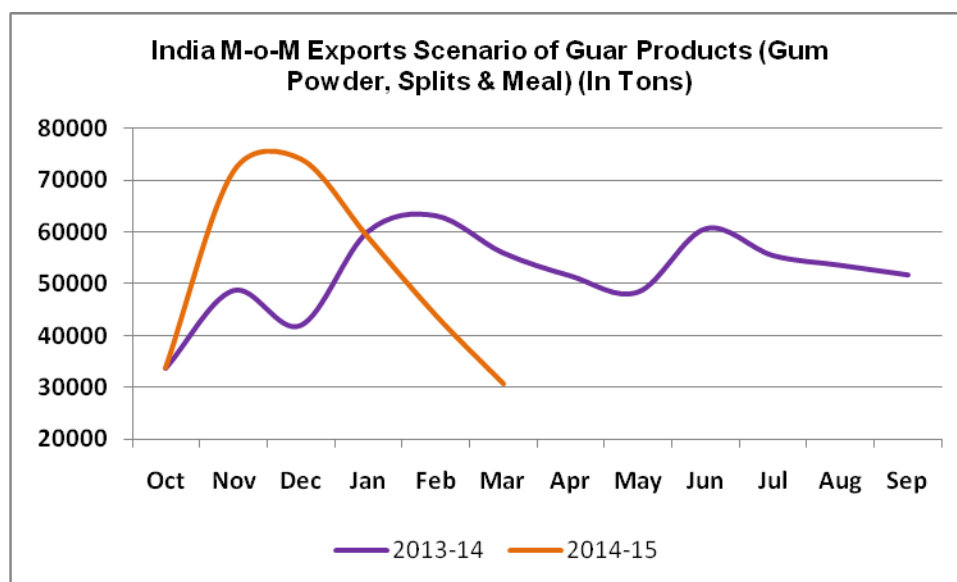
Export and Import Scenario

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:

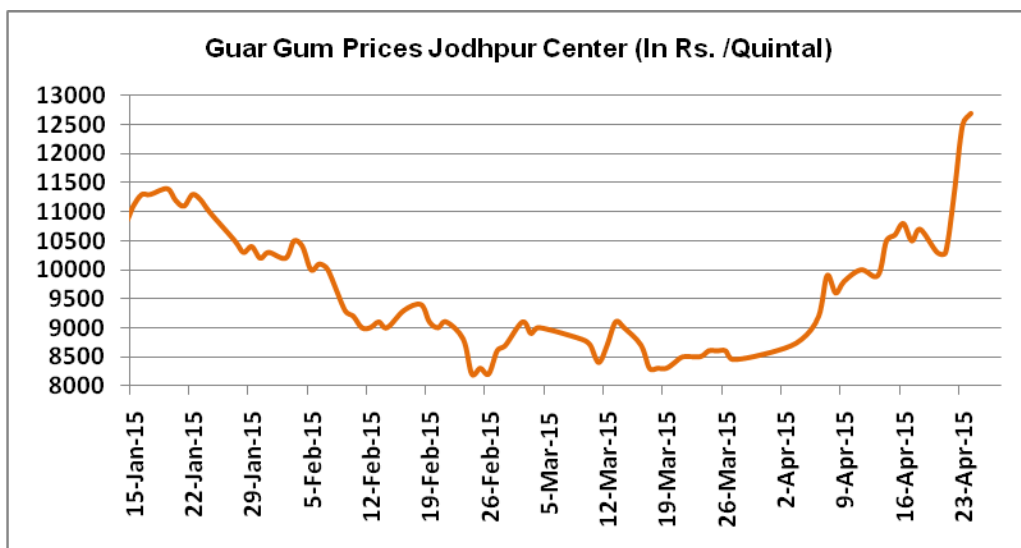
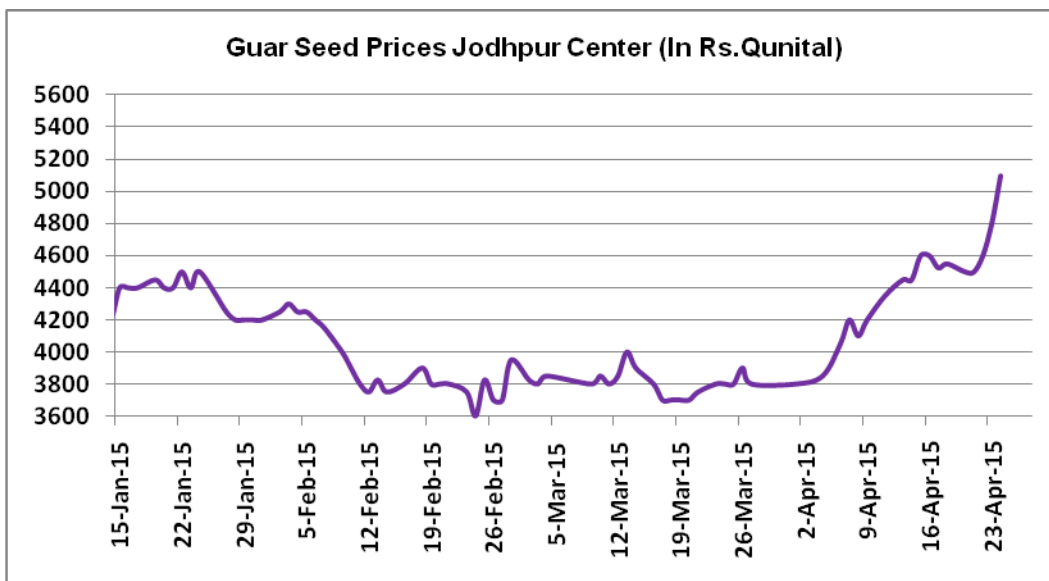
On export front, demands of guar products have decreased in March. Also, demand of guar products among major importers has decreased. Major energy firms decreased their drilling operations in rigs as reported.

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

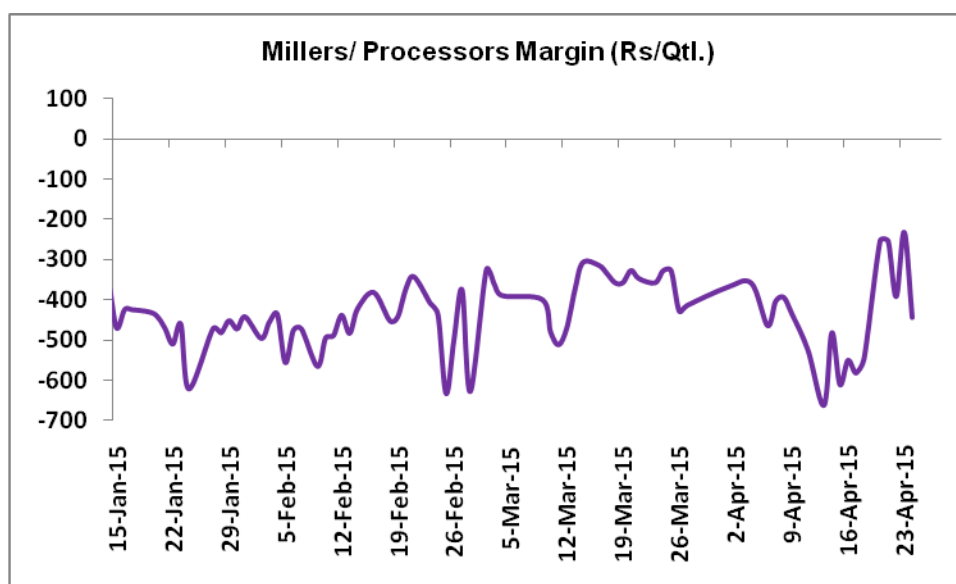


Price Scenario

In the third week of Apr, the average price of guar seed improved by 3% to Rs.4675/Qtl compared to prior week. Also, guar gum prices increased last week by 9% to Rs.11300/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 increased compared to previous week. In the third week of April 2015, average crush margin stood at Rs. -353.95/Quintal which were -568 per quintal last week. Higher degree of increase in guar gum prices compared to seed led the margin up.

Guar by – Products Weekly Average Prices:

Commodity	Centre	18th to 24th Apr15	11th to 17th Apr15	Change
Churi	Jodhpur	1597	1433	164
Korma	Jodhpur	1922	1725	197
Churi	Sri-Ganganagar	1513	1395	118
Korma	Sri-Ganganagar	1833	1660	173
Prices in Rs/75kg				

Guar Export Weekly Average Prices:

Commodity	Variety	18th to 24th Apr15	11th to 17th Apr15	Change
Guargum Split		1833	1705	128
Guargum Powder	200 Mesh 5000 CPS	2151	2026	125
	200 Mesh 3500 CPS	2072	1946	126
Guargum Meal	40%	305	326	-21
	50%	374	382	-8
Prices in \$/MT				

Commodity	Centre	Weekly Prices (Average)		Change
	Guar Seeds	18th to 24th Apr15	11th to 17th Apr15	
Rajasthan	Jodhpur (Loose)	4490	4236	254
	Jodhpur(Delivery)	4710	4511	199

	Sri-Ganganagar(Loose)	4542	4354	188
	Sri-Ganganagar (Delivery)	4742	4550	192
	Nagaur (Loose)	4500	4343	157
	Alwar (loose)	4400	4308	92
	Churu (Delivery)	4617	4400	217
	Bikaner (Loose)	4610	4361	249
	Bikaner (Delivery)	4780	4500	280
	Khajuwala Bikaner (Loose)	4513	4300	213
	Khajuwala Bikaner(Delivery)	4693	4472	221
	Nokha(Loose)	4567	4272	295
	Nokha (Delivery)	4731	4426	305
	Hanumangarh (Loose)	4400	4329	71
	Hanumangarh (Delivery)	4550	4507	43
Haryana	Adampur (Loose)	4487	4397	90
	Adampur (Delivery)	4667	4564	103
	Sirsa (Loose)	4454	4246	208
	Bhiwani (Delivery)	4683	4514	169
	Dhabwali (Loose)	4280	4357	-77
	Dhabwali (Delivery)	4450	4556	-106
	Siwani (Loose)	4658	4407	251
	Ellanabad (Loose)	4635	4344	291
Gujarat	Deesa (Loose)	NA	NA	-
	Patan (Loose)	NA	NA	-
	Rajkot (Loose)	4488	4217	271
	Dhrol(loose)	4355	3777	578
Madhya pradesh	Dabra (Loose)	NA	NA	-
	Guar Gum			
Rajasthan	Jodhpur	11500	10443	1057
	Alwar	11300	10317	983
Haryana	Sirsa	11208	10386	822
	Bhiwani	10583	10300	283
	Dhabwali	10450	10300	150
	Ellanabad	11650	10400	1250

Week on Week Price: Scenario of Guarseed and Guargum:

Commodity	Centre	Today	Week ago	Month ago	Year ago
	Guar Seeds	24-Apr-15	17-Apr-15	24-Mar-15	24-Apr-14
Rajasthan	Jodhpur (Loose)	4900	4250	3600	4650
	Jodhpur(Delivery)	5100	4525	3800	4850
	Sri-Ganganagar(Loose)	4900	4400	3600	4840

	Sri-Ganganagar (Delivery)	5100	4600	3800	4950
	Nagaur (Loose)	4800	4400	3700	4600
	Alwar (loose)	4800	4100	3700	NA
	Churu (Delivery)	5000	4300	3900	NA
	Bikaner (Loose)	5050	4350	3650	4750
	Bikaner (Delivery)	5250	4500	3800	4900
	Khajuwala Bikaner (Loose)	4950	4300	3660	4700
	Khajuwala Bikaner(Delivery)	5148	4472	3806	4888
	Nokha(Loose)	4900	4250	3700	4750
	Nokha (Delivery)	5076	4403	3833	4921
	Hanumangarh (Loose)	NA	4400	3650	NA
	Hanumangarh (Delivery)	NA	4550	3800	NA
Haryana	Adampur (Loose)	4820	4500	3650	4850
	Adampur (Delivery)	5000	4700	3800	5050
	Sirsa (Loose)	4800	4200	3640	4800
	Bhiwani (Delivery)	5050	4550	3800	4800
	Dhabwali (Loose)	NA	4400	3570	NA
	Dhabwali (Delivery)	NA	4650	3700	NA
	Siwani (Loose)	5100	4450	3775	NA
	Ellanabad (Loose)	5050	4300	3650	4800
Gujarat	Deesa (Loose)	NA	NA	3410	NA
	Patan (Loose)	NA	NA	NA	NA
	Rajkot (Loose)	4675	4150	3015	4425
	Dhrol(loose)	NA	3555	NA	NA
Madhya pradesh	Dabra (Loose)	NA	NA	NA	NA
Guar Gum					
Rajasthan	Jodhpur	12700	10500	8600	13250
	Alwar	12800	10300	8600	NA
Haryana	Sirsa	12800	10200	8500	12900
	Bhiwani	11400	10000	8800	13950
	Dhabwali	NA	10300	8700	NA
	Ellanabad	12900	10400	8650	13400

Guar Cumulative Arrivals in Key Centers

Centre	Weekly Arrivals (Quintals)			Change
		18th to 24th Apr15	11th to 17th Apr15	
Rajasthan	Jodhpur	1400	1100	300
	Sri-Ganganagar	3700	7700	-4000
	Nagaur	1600	2150	-550
	Alwar	6500	1900	4600
	Churu	10500	2500	8000
	Bikaner	2500	4800	-2300
	Khajuwala Bikaner	2800	4050	-1250
	Nokha	2150	2150	Unch
	Hanumangarh	NA	700	-

Haryana	Adampur	4500	6300	-1800
	Sirsa	1300	5700	-4400
	Bhiwani	10500	10000	500
	Dhabwali	600	1450	-850
	Siwani	5500	6800	-1300
	Ellanabad	800	2300	-1500
Gujarat	Deesa	MA	NA	-
	Patan (Loose)	NA	NA	-
	Rajkot	1500	1100	400
	Dhrol(loose)	6	6	Unch
Madhya pradesh	Dabra	NA	NA	-
Total Arrival		55856	60706	-4850

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 overbought region.
- Last candlestick depicts bullishness.

Strategy: Buy from support levels.

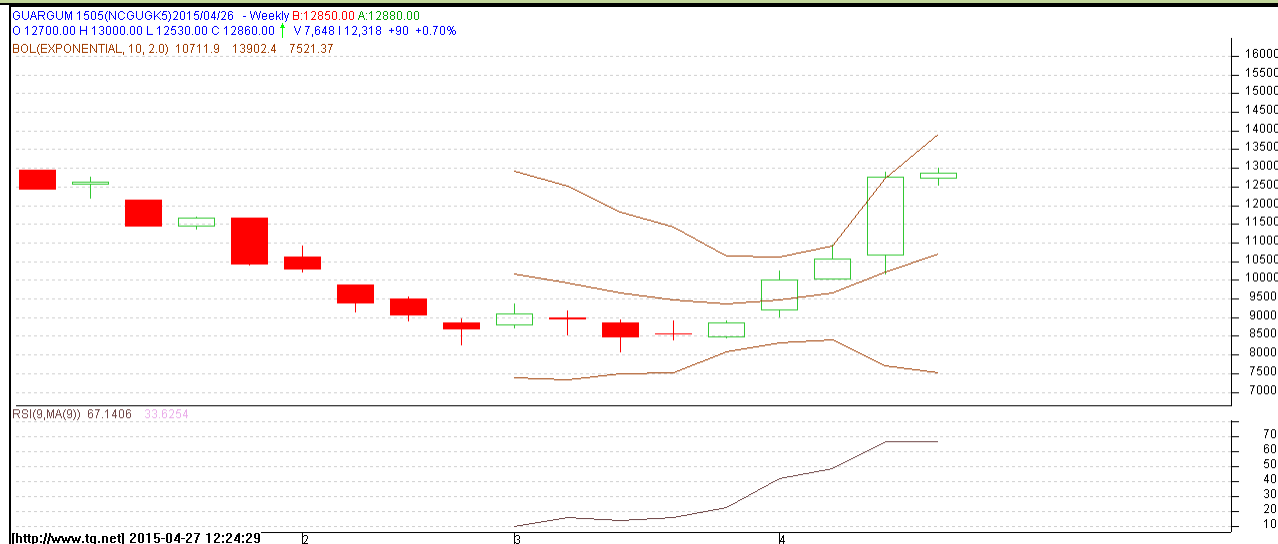
Weekly Supports & Resistances			S2	S1	PCP	R1	R2
Guar Seed 10MT	NCDEX	May	4627	4900	5254	5500	5705
Weekly Trade Call			Call	Entry	T1	T2	SL
Guar Seed 10MT	NCDEX	May	Buy	Above 5180	5380	5480	5060



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	11078	11900	12770	14820	15977
Weekly Trade Call			Call	Entry	T1	T2	SL
Guar Gum	NCDEX	May	Buy	Above 12500	13500	14000	12000

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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