

Fundamentals:

Guar seed and gum prices fell at major centers as domestic and export demand remained weak at higher levels. Stockists continue to offload stocks in the markets which increased the supply and in turn weakened the prices. However demand for Churi and Korma remain firm. Demand for the Guargum split, powder and meal remain firm from U.S. According to the state official's report guar acreage as on 05/07/11 is 1012.5 ('000 HA) compared to 91.9 ('000 HA) during the corresponding period in 2010. The main reason for the increase according to the official's report is that pre-monsoon showers in Rajasthan prompted farmers to sow guar.

Isolated rain/thundershowers would occur over over Rajasthan and Gujarat in the next 24 hours. Dry weather conditions may be seen over Punjab and Haryana over the next 3-4 days.

Outlook:

Guar seed and guar gum prices may weaken slightly due to weak domestic and export demand at higher levels. However persisting export demand for Guargum from China and U.S and will continue to support the uptrend in the markets in medium term.

NCDEX Guarseed Futures

Contract	+/-	Open	High	Low	Close
Jul-11	-34	3760	3780	3717	3738
Aug-11	-36	3808	3830	3770	3790
Sep-11	-31	3822	3865	3814	3833
Oct- 11	-27	3800	3831	3784	3799
Nov-11	-27	3752	3786	3738	3751

Contract	Volume	Change	OI	Change
Jul-11	233880	4760	175910	1620
Aug-11	93290	16540	87180	7830
Sep-11	13960	-3950	34240	2370
Oct- 11	1870	870	5120	550
Nov-11	2720	-6860	32090	-60

Spread	Jul-11	Aug-11	Sep-11
Basis	222	170	127
Jul-11	-	52	95
Aug-11	-	-	43
Sep-11	-	-	-

*Spread = Far month contract – Near month contract,
Spot prices (All paid) – Jodhpur.

Stocks	Demat 05.07.11	In-Process 05.07.11	Total 05.07.11	FED 04.07.11
Bikaner	50450	160	50610	3406
Deesa	738	0	738	549
Jodhpur	19441	0	19441	1602
Nokha	8646	0	8646	1423

NB: FED expiry for Bikaner and Jodhpur is combination of 05-Jul-2011 and 05-Aug-2011, Deesa is 05-Oct-2011 and Nokha is 05-Aug-2011.

*Unit in MT

NCDEX Guargum Futures:

Contract	+/-	Open	High	Low	Close
Jul-11	-108	11657	11818	11625	11668
Aug-11	-106	11903	12049	11821	11870
Sep-11	-123	12100	12200	12020	12060
Oct- 11	-99	12099	12150	12006	12036
Nov-11	-107	11900	12024	11900	11914

Contract	Volume	Change	OI	Change
Jul-11	7290	-3495	8455	-405
Aug-11	17610	-6350	40405	-1710
Sep-11	6865	-2070	18940	3015
Oct- 11	445	-135	1165	220
Nov-11	125	-255	1230	40

Spread	Jul-11	Aug-11	Sep-11
Basis	232	30	-160
Jul-11	-	202	392
Aug-11	-	-	190
Sep-11	-	-	-

*Spread = Far month contract – Near month contract,
Spot prices (All paid) – Jodhpur.

Stocks	Demat 05.07.11	In-Process 05.07.11	Total 05.07.11	FED 04.07.11
Bikaner	134	0	134	40
Jodhpur	16951	140	17091	1253
Nokha	3360	0	3360	40

NB: FED expiry for Bikaner is 05-Nov-2011, Jodhpur is the combination of 05-Jul-2011 and Nokha is 05-Aug-2011.

*Unit in MT

Guar Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		06-07-2011	05-07-2011	
Guar Seed	Jodhpur (Delivery)	3950-3960	4025	-65
	Jodhpur (Loose)	3550	3620	-70
	Bikaner	3750	3700	50
	Nokha	3725	3740	-15
	Hanumangarh	3700	3725	-25
	Sri-Ganganagar	-	-	-
	Adampur	3920	4000	-80
	Sirsa	-	-	-
	Bhiwani	3870-3875	3900	-25
	Deesa	3135-3145	3155	-10
	Nagaur	-	-	-
	Dhabwali	3680	3700	-20
Guar Gum	Jodhpur	11900	12000	-100
	Bhiwani	12000	12000	Unch
	Dhabwali	12000	12450	-450

Prices in Rs. /Quintal

Guar Arrivals in Key Centers

Commodity	Centre	Prices (Rs/Qtl)		Change
		06-07-2011	05-07-2011	
Guar Seed	Jodhpur (Delivery)	-	-	-
	Jodhpur (Loose)	5000	5000	Unch
	Bikaner	150-200	150	50
	Nokha	1000-1200	1000	200
	Hanumangarh	-	-	-
	Sri-Ganganagar	-	-	-
	Adampur	1500	3000	-1500
	Sirsa	-	-	-
	Bhiwani	-	-	-
	Deesa	200	200-230	-30
	Nagaur	-	-	-
	Dhabwali	-	-	-

*Arrivals in bags

Guar by – Products Prices:

Commodity	Centre	Price (Rs/Qtl)
Churi	Jodhpur	733
Korma	Jodhpur	867

Guar Export Prices:

Commodity	Variety	Value (\$/MT)
Guargum Split		2700
Guargum Powder	200 Mesh 5000 CPS	3600
	200 Mesh 3500 CPS	3550
Guargum Meal		280

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