

Fundamentals:

Guar prices surged higher on Tuesday as speculation in the markets that yield will be lower this compared to last year. Area sown is still lagging behind by 4-5 lakh hectares compared to last year's area which is also supporting the current uptrend. Market uptrend is also supported by lower stock position in the physical and demat sector. As on August 22nd 2011, demat stock is at 88,672 MT compared to 88,871 MT as on August 13th 2011. However, some traders continue to speculate that production will touch 2 crore bags. Millers say that export demand remains weak and new inquiry has not started. However traders say that weather will be the main deciding factor and keen eye should be kept over the weather over the next 10-15 days. Sowing is has been completed in all regions.

According to IMD, isolated rainfall is expected in west Rajasthan in the next 6-7 days which would support the crop condition. Dry weather is expected over Gujarat.

Outlook:

Guar seed and guar gum prices may see some short term uptrend due to lower stocks. in the markets However weak export demand and higher production expectations may restrict the upside.

NCDEX Guarseed Futures

Contract	+/-	Open	High	Low	Close
Sep-11	72	4475	4550	4432	4514
Oct-11	73	4473	4542	4427	4520
Nov-11	14	4080	4098	4042	4080
Dec-11	19	4077	4108	4046	4091

Contract	Volume	Change	OI	Change
Sep-11	15625	3760	18615	-770
Oct-11	12565	1990	39665	-870
Nov-11	1045	-195	5380	85
Dec-11	305	10	1980	60

Spread	Sep-11	Oct-11	Nov-11
Basis	-344	-350	90
Sep-11	-	6	-434
Oct-11	-	-	-440
Nov-11	-	-	-

NB: Spread was done by taking Loose Prices of Jodhpur markets.

Stocks	Demat 22.08.11	In-Process 22.08.11	Total 22.08.11	FED 22.08.11
Bikaner	43010	0	43010	7482
Deesa	944	40	984	676
Jodhpur	17433	0	17433	582
Nokha	5538	0	5538	3676

NB: FED expiry for Bikaner, Deesa and Jodhpur is the sum of 05-Oct-2011 and 05-Nov-2011 and Nokha is the sum of 05-Oct-2011 and 05-Dec-2011.

Unit in MT

NCDEX Guar gum Futures:

Contract	+/-	Open	High	Low	Close
Sep-11	213	14090	14330	13901	14180
Oct-11	198	14270	14506	14077	14368
Nov-11	13	13465	13549	13266	13375
Dec-11	290	13407	13493	13300	13390

Contract	Volume	Change	OI	Change
Sep-11	220370	28430	122450	-10290
Oct-11	66500	9400	74840	1630
Nov-11	26100	-4380	88620	4590
Dec-11	19210	4060	50990	500

Spread	Sep-11	Oct-11	Nov-11
Basis	-680	-868	125
Sep-11	-	188	-805
Oct-11	-	-	-993
Nov-11	-	-	-

NB: Spread was done by taking Prices of Jodhpur markets.

Stocks	Demat 22.08.11	In-Process 22.08.11	Total 22.08.11	FED 22.08.11
Bikaner	134	0	134	60
Jodhpur	18238	0	18238	1059
Nokha	3375	0	3375	1167

NB: FED expiry for Bikaner is the sum of 05-Nov-2011 and 05-Dec-2011, for Jodhpur is the sum of 05-Oct-2011 and 05-Nov-2011 and for Nokha is the sum of 05-Dec-2011 and 05-Jan-2012.

Unit in MT

Guar Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Guar Seed		23-08-2011	20-08-2011	
	Jodhpur (Delivery)	4580	4350	230
	Jodhpur (Loose)	4170	4040	130
	Bikaner (Loose)	4250	4020-4030	220
	Bikaner (Delivery)	4400	4170-4180	220
	Nokha	4095	3895	200
	Hanumangarh	4250-4255	4125-4130	125
	Sri-Ganganagar	4415	4395	210
	Adampur	4420	4210	
	Sirsa	-	-	-
	Bhiwani	4350	4260	100
	Deesa	Closed	4030-4035	-
	Patan	-	-	-
	Nagaur	-	-	-
	Dhabwali	4300	4200	100
Guar Gum	Jodhpur	13500	12800	700
	Bhiwani	14000	13200	800
	Dhabwali	13800	13200	600

Prices in Rs./Quintal

Guar Arrivals in Key Centers

Commodity	Centre	Prices (Rs/Qtl)		Change
Guar Seed		23-08-2011	20-08-2011	
	Jodhpur (Delivery)	-	-	-
	Jodhpur (Loose)	-	-	-
	Bikaner	400	250-300	100
	Nokha	700-800	500-600	100
	Hanumangarh	-	-	-
	Sri-Ganganagar	2000	1500	500
	Adampur	500-600	700-800	-200
	Sirsa	-	-	-
	Bhiwani	-	-	-
	Deesa	Closed	150	-
	Nagaur	-	-	-
	Dhabwali	-	-	-

Arrivals in bags

Guar by – Products Prices:

Commodity	Centre	Price (Rs/Qtl)
Churi	Jodhpur	680
Korma	Jodhpur	833

Guar Export Prices:

Commodity	Variety	Value (\$/MT)
Guargum Split		3200
Guargum Powder	200 Mesh 5000 CPS	4000
	200 Mesh 3500 CPS	3950
Guargum Meal		260



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