

Fundamentals:

Both guar seed and guar gum featured a weak tone in key cash markets during the Monday's trade. Reportedly dull demand from processors / millers following subdued demand from exporters weighed on prices. Also favourable weather condition over the key growing state Rajasthan further weighed on prices as it favours better yield. However, this season the sown area is down by 13% to 26.08 lakh hectares as compared to last year which hints for a possible decline in production, which restricted the fall in prices to some extent besides depleting stocks in the markets.

Weather Update:

Guar crop in vegetative stage in the key growing region (Rajasthan) and prevailing weather favours good crop growth and better yields.

Outlook:

Guar prices are expected to remain range bound with slight weakness on subdued trade activity and favourable weather over the key growing belt (Rajasthan). However, lower sown area and depleting stocks may provide support to falling prices. Also, weather in coming 10-15 days will remain the key for deciding the actual price movement of both guar seed and guar gum.

NCDEX Guarseed Futures

Contract	+/-	Open	High	Low	Close
Sep-11	15	4480	4533	4454	4517
Oct-11	16	4465	4525	4435	4513
Nov-11	17	4030	4068	4003	4068
Dec-11	5	4046	4074	4013	4070

Contract	Volume	Change	OI	Change
Sep-11	162970	36120	134310	9540
Oct-11	40940	8810	82050	1600
Nov-11	17670	-3720	92890	-830
Dec-11	13270	-2370	53010	2450

Spread	Sep-11	Oct-11	Nov-11
Basis	-417	-413	32
Sep-11		-4	-449
Oct-11			-445
Nov-11			

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

Stocks	Demat 27.08.11	In-Process 27.08.11	Total 27.08.11	FED 22.08.11
Bikaner	42980	0	42980	7482
Deesa	1054	50	1104	676
Jodhpur	17433	0	17433	582
Nokha	5450	0	5450	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 Guargum Futures:

Contract	+/-	Open	High	Low	Close
Sep-11	252	14250	14660	14180	14591
Oct-11	249	14440	14850	14360	14788
Nov-11	124	13303	13675	13300	13630
Dec-11	88	13430	13680	13403	13630

Contract	Volume	Change	OI	Change
Sep-11	12775	3185	16780	55
Oct-11	16995	7315	41780	165
Nov-11	600	-470	6215	50
Dec-11	235	-125	2135	65

Spread	Sep-11	Oct-11	Nov-11
Basis	-341	-538	620
Sep-11		197	-961
Oct-11			-1158
Nov-11			-

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

Stocks	Demat 27.08.11	In-Process 27.08.11	Total 27.08.11	FED 22.08.11
Bikaner	134	0	134	60
Jodhpur	18512	284	18612	1059
Nokha	3374	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		28-08-2011	27-08-2011	
	Jodhpur (Delivery)	4500	4700	-200
	Jodhpur (Loose)	4100	4150	-50
	Bikaner (Loose)		4210	-
	Bikaner (Delivery)	4360	4360	-
	Nokha	4400	-	-
	Hanumangarh	4300	4270	30
	Sri-Ganganagar	4250	4270	-20
	Adampur	4500	4450	50
	Sirsa	-	4450	-
	Bhiwani	4350	4450	-100
	Deesa	4060-4065	4080-4085	-20
	Patan	-	-	-
	Nagaur	-	-	-
	Dhabwali	4350	4400	-50
Guar Gum	Jodhpur	14250*	14500*	-250
	Bhiwani	14350	14500	-150
	Dhabwali	13700	13800	-100

Prices in Rs./Quintal *Mill Prices

Guar Arrivals in Key Centers

Commodity	Centre	Prices (Rs/Qtl)		Change
Guar Seed		29-08-2011	27-08-2011	
	Jodhpur (Delivery)	-	-	-
	Jodhpur (Loose)	-	-	-
	Bikaner	-	100-150	-
	Nokha	500	-	-
	Hanumangarh	-	-	-
	Sri-Ganganagar	1000	6000	-5000
	Adampur	1000	800-900	+100
	Sirsa	1000	800-900	+100
	Bhiwani	-	-	-
	Deesa	-	200-220	-
	Nagaur	-	-	-
	Dhabwali	-	-	-

Arrivals in bags

Guar by - Products Prices: (As of Aug. 29th)
Guar by – Products Prices:

Commodity	Centre	Price (Rs/Qtl)
Churi	Jodhpur	510
Korma	Jodhpur	620

Guar Export Prices:

Commodity	Variety	Value (\$/MT)
Guargum Split		3400
Guargum Powder	200 Mesh 5000 CPS	4100
	200 Mesh 3500 CPS	4050
Guargum Meal		250

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