

Fundamentals:

Most of the key markets in Rajasthan ended lower on Saturday as domestic and export demand remained weak. Prices for both guar seed and gum in key markets of Haryana also fell on better sowing intentions in Haryana. Sentiments also remained weak as speculation has started about higher production around 2 crore bags this year. Lower stocks in the markets coupled with lower sown area in the key growing region Rajasthan continue to support the bullish sentiments 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 amid reports of higher production from Rajasthan. 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 | 16 | 4325 | 4365 | 4299 | 4338 |
| Oct-11 | -14 | 4300 | 4340 | 4270 | 4297 |
| Nov-11 | -18 | 3933 | 3955 | 3895 | 3921 |
| Dec-11 | -14 | 3948 | 3975 | 3912 | 3942 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|--------|--------|
| Sep-11 | 118060 | -90790 | 125460 | -6830 |
| Oct-11 | 45690 | -31270 | 84730 | 1880 |
| Nov-11 | 13930 | -15330 | 94930 | 660 |
| Dec-11 | 8410 | -13740 | 51540 | 610 |

| Spread | Sep-11 | Oct-11 | Nov-11 | Dec-11 |
|--------|--------|--------|--------|--------|
| Basis | -268 | -227 | 149 | 128 |
| Sep-11 | - | -41 | -417 | -396 |
| Oct-11 | - | - | -376 | -355 |
| Nov-11 | - | - | - | 21 |
| Dec-11 | - | - | - | - |

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

| Stocks | Demat | In-Process | Total | FED |
|---------|----------|------------|----------|----------|
| | 02.09.11 | 02.09.11 | 02.09.11 | 29.08.11 |
| Bikaner | 41981 | 0 | 41981 | 7453 |
| Deesa | 1163 | 90 | 1253 | 676 |
| Jodhpur | 17433 | 0 | 17433 | 582 |
| Nokha | 5450 | 0 | 5450 | 3588 |

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 | -136 | 14028 | 14045 | 13756 | 13860 |
| Oct-11 | -150 | 14200 | 14233 | 13921 | 14039 |
| Nov-11 | -114 | 13180 | 13180 | 13000 | 13052 |
| Dec-11 | -160 | 13243 | 13243 | 13059 | 13096 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| Sep-11 | 7705 | -5615 | 15905 | -335 |
| Oct-11 | 13035 | 450 | 42345 | -430 |
| Nov-11 | 775 | -135 | 6245 | 25 |
| Dec-11 | 280 | -285 | 2035 | 65 |

| Spread | Sep-11 | Oct-11 | Nov-11 | Dec-11 |
|--------|--------|--------|--------|--------|
| Basis | -10 | -189 | 798 | 754 |
| Sep-11 | - | 179 | -808 | -764 |
| Oct-11 | - | - | -987 | -943 |
| Nov-11 | - | - | - | 44 |
| Dec-11 | - | - | - | - |

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

| Stocks | Demat | In-Process | Total | FED |
|---------|----------|------------|----------|----------|
| | 02.09.11 | 02.09.11 | 02.09.11 | 29.08.11 |
| Bikaner | 134 | 0 | 134 | 60 |
| Jodhpur | 18418 | 10 | 18428 | 1058 |
| 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 |
|------------------|---------------------|-------------------|-------------------|--------|
| | | 03-08-2011 | 02-08-2011 | |
| Guar Seed | Jodhpur (Delivery) | 4550 | Closed | - |
| | Jodhpur (Loose) | 4070 | Closed | - |
| | Bikaner (Loose) | 4190 | Closed | - |
| | Bikaner (Delivery) | 4340 | Closed | - |
| | Nokha | 4190 | Closed | - |
| | Hanumangarh | 4430 | Closed | - |
| | Sri-Ganganagar | 4425 | Closed | - |
| | Adampur | 4400 | 4420 | -20 |
| | Sirsa | 4400 | 4430 | -30 |
| | Bhiwani | 4350 | 4400 | -50 |
| | Deesa | 4100 | 4140-4145 | -45 |
| | Patan | - | - | - |
| | Nagaur | - | - | - |
| | Dhabwali (All Paid) | 4350 | 4400 | -50 |
| | Dhabwali (Loose) | 4200 | 4250 | -50 |
| Guar Gum | Jodhpur | 13850 | Closed | - |
| | Bhiwani | 13400 | 14000 | -600 |
| | Dhabwali | 13500 | 14300 | -800 |

Prices in Rs./Quintal *Mill Prices

Guar Arrivals in Key Centers

| Commodity | Centre | Prices (Rs/Qtl) | | Change |
|------------------|----------------|-------------------|-------------------|--------|
| | | 03-08-2011 | 02-08-2011 | |
| Guar Seed | Jodhpur | - | - | - |
| | Bikaner | 150 | - | - |
| | Nokha | 500 | - | - |
| | Hanumangarh | - | - | - |
| | Sri-Ganganagar | 1000 | Closed | - |
| | Adampur | 1000 | 1000 | Unch |
| | Sirsa | 400 | 300 | 100 |
| | Bhiwani | - | - | - |
| | Deesa | 150 | - | - |
| | Nagaur | - | - | - |
| | Dhabwali | - | - | - |

Arrivals in bags

Guar by - Products Prices: (As of Sept 03rd)
Guar by - Products Prices:

| Commodity | Centre | Price (Rs/Qtl) |
|--------------|---------|----------------|
| Churi | Jodhpur | 666 |
| Korma | Jodhpur | 826 |

Guar Export Prices:

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

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