

**Fundamentals:**

Prices moved higher due to reports of lower production estimates from the state agriculture department of Rajasthan. The Guar seed production for the kharif season 2011-12 is forecast to be 11.36 lakh tonnes, a decline by 9.2% from the previous year production at 14.88 lakh tonnes. Area sowed has also declined by 1.5% at 29.07 lakh hectares compared to 29.52 lakh hectares from the previous year. However, traders say that the production estimates will be higher, closer to 2 crore bags or 20 lakh tonnes, due to favourable weather conditions and higher acreage in Rajasthan. However, good yield will depend on the weather conditions in the next few weeks. So weather should be monitored over the sowing areas.

**Weather Update:**

Guar crop is in vegetative stage in the key growing region (Rajasthan) and prevailing weather may not favour crop growth. According to IMD, isolated rain would occur over Rajasthan and Gujarat during the next 2-3 days.

**Outlook:**

Guar prices are expected to remain range bound to firm on lower production estimates from the state agriculture department of Rajasthan. Weather in coming 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	-43	4510	4517	4449	4454
Oct-11	-33	4517	4551	4485	4495
Nov-11	17	4257	4318	4232	4280
Dec-11	2	4250	4290	4202	4240

Contract	Volume	Change	OI	Change
Sep-11	30120	-30870	43230	-9570
Oct-11	171190	-61370	137430	-3940
Nov-11	52620	-6400	78230	2370
Dec-11	28780	-5090	82520	-1040

Spread	Sep-11	Oct-11	Nov-11	Dec-11
Basis	-279	-320	-105	-65
Sep-11	-	41	-174	-214
Oct-11	-	-	-215	-255
Nov-11	-	-	-	-40
Dec-11	-	-	-	-

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

Stocks	Demat	In-Process	Total	FED
	15.09.11	15.09.11	15.09.11	12.09.11
Bikaner	40572	0	40572	7304
Deesa	1696	40	1736	676
Jodhpur	17003	0	17003	582
Nokha	4534	0	4534	3205

**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	-128	13700	13825	13550	13600
Oct-11	-128	13900	14010	13719	13795
Nov-11	158	13616	13900	13567	13780
Dec-11	171	13610	13800	13553	13690

Contract	Volume	Change	OI	Change
Sep-11	3040	-4050	8035	-1000
Oct-11	21375	-25	35315	-2950
Nov-11	7860	5195	9165	2540
Dec-11	920	415	3075	300

Spread	Sep-11	Oct-11	Nov-11	Dec-11
Basis	350	155	170	260
Sep-11	-	195	180	90
Oct-11	-	-	-15	-105
Nov-11	-	-	-	-90
Dec-11	-	-	-	-

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

Stocks	Demat	In-Process	Total	FED
	15.09.11	15.09.11	15.09.11	12.09.11
Bikaner	134	0	134	60
Jodhpur	19273	618	19891	1058
Nokha	3175	0	3175	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
		16-09-2011	15-09-2011	
Guar Seed	Jodhpur (Delivery)	4600	4575	25
	Jodhpur (Loose)	4175	4125	50
	Bikaner (Loose)	4300	4300	Unch
	Bikaner (Delivery)	4450	4450	Unch
	Nokha	4175	4125	50
	Hanumangarh	4445-4450	4275	75
	Sri-Ganganagar	4450	4385	65
	Adampur	4500	4420	80
	Sirsa	4500	4400	100
	Bhiwani	4350	4250	100
	Deesa	4030-4035	3955-3970	65
	Patan	-	-	-
	Nagaur	-	-	-
	Dhabwali (All Paid)	4350	4275	75
	Dhabwali (Loose)	4150	4125	25
Guar Gum	Jodhpur	13950	13750	200
	Bhiwani	13500	13300	200
	Dhabwali	13900	13800	100

Prices in Rs./Quintal \*Mill Prices

**Guar Arrivals in Key Centers**

Commodity	Centre	Prices (Rs/Qtl)		Change
		16-09-2011	15-09-2011	
Guar Seed	Jodhpur	-	-	-
	Bikaner	Nil	50-60	-
	Nokha	400	400	Unch
	Hanumangarh	-	-	-
	Sri-Ganganagar	1000	1000	Unch
	Adampur	1000	1000	Unch
	Sirsa	500	400	100
	Bhiwani	-	-	-
	Deesa	130	140-150	-20
	Nagaur	-	-	-
	Dhabwali	-	-	-

Arrivals in bags

**Guar by - Products Prices: (As of Sept 16<sup>th</sup>)**
**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	4100
	200 Mesh 3500 CPS	4050
Guargum Meal		235

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