

Fundamentals:

Sentiments remained steady to firm as domestic and export demand has remained firm over the last few weeks. Prices also remained firm as production is expected to be lower for 2011-12 at 11.36 lakh tonnes from 14.88 lakh tonnes in the previous year. However trade sources say that production could be at 20 lakh tonnes and farmers are also predicting 17-18 lakh tonnes as area have increased. However, good yield will depend on the weather conditions in the next few weeks. So weather should be monitored over the sowing areas. Guar is expected to arrive in the market in about 1 month. Exporters and millers say that export demand will continue to the end of this year.

Weather Update:

Guar crop in vegetative stage in the key growing region (Rajasthan) and prevailing weather may be favourable for crop growth. According to IMD, dry weather conditions would persist over Rajasthan, Gujarat and Haryana during the next week.

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	182	4502	4709	4490	4709
Oct-11	96	4560	4705	4535	4668
Nov-11	18	4276	4415	4276	4380
Dec-11	27	4310	4382	4280	4353

Contract	Volume	Change	OI	Change
Sep-11	29990	8130	25190	-5350
Oct-11	243450	115120	178100	12860
Nov-11	79200	17720	98720	6620
Dec-11	35010	2210	84820	-2070

Spread	Sep-11	Oct-11	Nov-11	Dec-11
Basis	-383	-342	-54	-27
Sep-11	-	-41	-329	-356
Oct-11	-	-	-288	-315
Nov-11	-	-	-	-27
Dec-11	-	-	-	-

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

Stocks	Demat	In-Process	Total	FED
	19.09.11	19.09.11	19.09.11	19.09.11
Bikaner	40442	0	40442	7156
Deesa	1795	169	1964	676
Jodhpur	16952	0	16952	582
Nokha	4219	0	4219	2782

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	456	13714	14345	13714	14280
Oct-11	502	13981	14558	13910	14500
Nov-11	222	14100	14400	14003	14329
Dec-11	203	13925	14298	13920	14201

Contract	Volume	Change	OI	Change
Sep-11	3885	-910	2775	-1910
Oct-11	37805	11900	27265	-1930
Nov-11	11805	65	20350	2090
Dec-11	925	-	3510	10

Spread	Sep-11	Oct-11	Nov-11	Dec-11
Basis	-280	-500	-329	-201
Sep-11	-	220	49	-79
Oct-11	-	-	-171	-299
Nov-11	-	-	-	-128
Dec-11	-	-	-	-

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

Stocks	Demat	In-Process	Total	FED
	19.09.11	19.09.11	19.09.11	19.09.11
Bikaner	134	0	134	60
Jodhpur	19836	5	19841	1039
Nokha	3174	0	3174	1097

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
		20-09-2011	19-09-2011	
Guar Seed	Jodhpur (Delivery)	4700	4660	40
	Jodhpur (Loose)	4326	4300	26
	Bikaner (Loose)	4300	No Auction	-
	Bikaner (Delivery)	4450	No Auction	-
	Nokha	4200	4185	15
	Hanumangarh	4420	4400	20
	Sri-Ganganagar	4300	4285	15
	Adampur	4500	4480	20
	Sirsa	4500	-	-
	Bhiwani	4270-4280	4250	30
	Deesa	4025-4030	No Auction	-
	Patan	-	-	-
	Nagaur	-	-	-
	Dhabwali (All Paid)	4500	4500	Unch
	Dhabwali (Loose)	4350	4350	Unch
Guar Gum	Jodhpur	14000	14000	Unch
	Bhiwani	13600	13300	300
	Dhabwali	14200	14200	Unch

Prices in Rs./Quintal *Mill Prices

Guar Arrivals in Key Centers

Commodity	Centre	Prices (Rs/Qtl)		Change
		20-09-2011	19-09-2011	
Guar Seed	Jodhpur	-	-	-
	Bikaner	Nil	No Auction	-
	Nokha	600	500	100
	Hanumangarh	-	-	-
	Sri-Ganganagar	1000	1000	Unch
	Adampur	1000	900	100
	Sirsa	-	-	-
	Bhiwani	-	-	-
	Deesa	135-150	No Auction	-
	Nagaur	-	-	-
	Dhabwali	-	-	-

Arrivals in bags

Guar by - Products Prices: (As of Sept 20th)
Guar by – Products Prices:

Commodity	Centre	Price (Rs/Qtl)
Churi	Jodhpur	709
Korma	Jodhpur	827

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

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>
 © 2005 Indian Agribusiness Systems Pvt Ltd.