

**Fundamentals:**

Markets surged higher on Tuesday as demand remained firm from exporters. However, millers remained inactive in the market. At Jodhpur market, Guarseed Loose, All Paid and Guargum All Paid finished down by 5.94%, 5.88% and 5.51% respectively and against previous trading day. Sources revealed that farmers continue to sell their stocks to exporters. Sources also added that millers are not processing seed to gum in anticipation of higher prices for guar gum. This has lead to stocking up from millers. Sources added that exports may decline in 2012 as Eurozone crisis may reduce demand for gum. New crop arrivals (all India basis) totaled at 150,000 bags (1 bag=100Kg) unchanged against previous day.

**Futures Market:**

**Guarseed January 2012 Contract:** Rise in open interest amidst falling prices suggests that the new money is coming through the short sellers and a downtrend is in place.

**Guargum January 2012 Contract:** Rise in open interest along with prices indicates that an uptrend is in place and is likely to be sustained.

**Outlook:**

Guar complex may continue to move up as exporters are continuously buying. However weak demand from millers at higher levels may pull markets lower. Lower production estimate and lower carry-in stocks may continue to support price.

**NCDEX Guarseed Futures (Prices in Rs/Qtl)**

Contract	+/-	Open	High	Low	Close
Dec-11	-43	5600	5742	5541	5570
Jan-12	-22	5768	5930	5730	5757
Feb-12	7	5872	6046	5851	5899
Mar-12	-18	5999	6151	5920	5995

**Volumes and OI in Lots**

Contract	Volume	Change	OI	Change
Dec-11	253350	3020	80730	-3660
Jan-12	311550	109990	165480	17640
Feb-12	13500	150	23930	2020
Mar-12	1250	210	2140	250

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	280	93	-49	-145
Dec-11	-	187	329	425
Jan-12	-	-	142	238
Feb-12	-	-	-	96
Mar-12	-	-	-	-

**NB:** Spread was done by taking all paid prices (Rs/Quintal) of Jodhpur markets.

NCDEX Stocks	Demat 05.12.11	In-Process 05.12.11	Total 05.12.11	FED 05.12.11
Bikaner	21123	2288	23411	17861
Deesa	2498	240	2738	40
Jodhpur	12100	562	12662	10375
Nokha	2408	596	3004	1437

**NB:** FED expiry for Bikaner, Jodhpur, Nokha and Deesa is the sum of 05-Jan-2012 and 05-Feb-2012.

**Unit in MT**

**NCDEX Guargum Futures (Prices in Rs/Qtl)**

Contract	+/-	Open	High	Low	Close
Dec-11	15	18250	18577	17775	17899
Jan-12	14	18200	18760	18090	18200
Feb-12	2	18355	19052	18200	18500
Mar-12	-18	18740	19280	18699	18700

**Volumes and OI in Lots**

Contract	Volume	Change	OI	Change
Dec-11	14420	3515	9310	-860
Jan-12	29480	12385	22515	715
Feb-12	1840	-140	3290	160
Mar-12	375	310	395	245

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	301	0	-300	-500
Dec-11	-	301	601	801
Jan-12	-	-	300	500
Feb-12	-	-	-	200
Mar-12	-	-	-	-

**NB:** Spread was done by taking prices (Rs/Quintal) of Jodhpur markets.

NCDEX Stocks	Demat 05.12.11	In-Process 05.12.11	Total 05.12.11	FED 05.12.11
Bikaner	-	-	-	-
Jodhpur	9911	70	9981	1989
Nokha	878	0	878	668

**NB:** FED expiry for Jodhpur and Nokha is the sum of 05-Jan-2012 and 05-Feb-2012.

**Unit in MT**

**Guar Prices at Key Spot Markets (New Crop)**

Commodity	Centre	Prices (Rs/Qtl)		Change
		06-12-2011	05-12-2011	
Guar Seed	Jodhpur (Delivery)	5850	5525	325
	Jodhpur (Loose)	5350	5050	300
	Bikaner (Loose)	5360	5200	160
	Bikaner (Delivery)	5510	5350	160
	Nokha	5200	5100	100
	Hanumangarh	5200	5103	97
	Sri-Ganganagar	5150	5040-5050	100
	Adampur	5550	5100	450
	Sirsa	5500	5150	350
	Bhiwani	5400	5250	150
	Deesa	5220-5221	5080-5100	121
	Nagaur	5100	5000	100
	Dhabwali	5400	5350	50
Guar Gum	Jodhpur	18200	17250	950
	Bhiwani	18600	17300	1300
	Dhabwali	18000	17500	500

**Guar Seed Arrivals in Key Centers (New Crop)**

Centre	Arrivals (Quintals)		Change
	06-12-2011	05-12-2011	
Jodhpur	Nil	Nil	-
Bikaner	12000	12000	Unch
Nokha	8000	8000	Unch
Hanumangarh	600	551	49
Sri-Ganganagar	2500	2000	500
Adampur	10000	10000	Unch
Sirsa	5000	5000	Unch
Bhiwani	5000	6000	-1000
Deesa	300	200	100
Nagaur	300	250	50
Dhabwali	300	400	-100
All India	150000	150000	Unch

**Guar by - products prices: As of December 06<sup>th</sup>, 2011**
**Churi and Korma Prices:**

Commodity	Center	Rs/75kg
Churi	Jodhpur	545
Korma	Jodhpur	745

**Guar Export Prices:**

Commodity	Variety	Value (\$/MT)
Guargum Split		3500
Guargum Powder	200 Mesh 5000 CPS	4500
	200 Mesh 3500 CPS	4400
Guargum Meal		225

**Guar Prices at Other Markets: As of December 06<sup>th</sup>, 2011**

State	Market Center	Arrivals	Minimum Price	Maximum Price	Modal Price
		Tonnes	Rs/Quintal		
Rajasthan	Jhunjhunu	487	5000	5100	5000
	Loonkarsar	2515	4995	5190	5093

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