

**Fundamentals:**

Markets fell on Wednesday as demand remained weakened at higher levels. Millers were not active as traders feel that higher processing cost may prompt them to wait for prices to fall. Sources say that due to foggy conditions in the morning in the north of Rajasthan and Haryana harvest may slow down and may in turn reduce arrivals which may restrict downside. Weak futures counter also influenced selling in the cash markets. Export demand at current market prices remained weak and exporters fear that higher prices and the Eurozone crisis may reduce demand for gum. New crop arrivals (all India basis) totaled at 125,000 bags (1 bag=100Kg) compared to 150,000 unchanged bags 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. Volume has declined to 240830, lower by 70720 against previous trading day.

**Guargum January 2012 Contract:** Rise in open interest along with prices indicates that an uptrend is in place and is likely to be sustained. Volume has declined to 22190, lower by 7290 against previous trading day.

**Outlook:**

Guar complex may see some weakness at higher levels on weak demand from exporters and millers. 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	-40	5551	5660	5455	5530
Jan-12	-44	5730	5844	5663	5721
Feb-12	-37	5898	5989	5810	5850
Mar-12	-71	6011	6060	5930	5970

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

Contract	+/-	Open	High	Low	Close
Dec-11	29	17900	18250	17710	17909
Jan-12	-3	18309	18570	18020	18230
Feb-12	35	18600	18850	18300	18519
Mar-12	-142	18965	19100	18870	18911

**Volumes and OI in Lots**

Contract	Volume	Change	OI	Change
Dec-11	177980	-75370	78340	-1900
Jan-12	240830	-70720	173540	7880
Feb-12	16840	3340	26210	2310
Mar-12	1410	160	2410	270

**Volumes and OI in Lots**

Contract	Volume	Change	OI	Change
Dec-11	11080	-3345	8460	-845
Jan-12	22190	-7295	23930	1395
Feb-12	1775	-65	3520	230
Mar-12	115	-260	395	-

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	320	129	0	-120
Dec-11	-	191	320	440
Jan-12	-	-	129	249
Feb-12	-	-	-	120
Mar-12	-	-	-	-

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

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	191	-130	-419	-811
Dec-11	-	321	610	1002
Jan-12	-	-	289	681
Feb-12	-	-	-	392
Mar-12	-	-	-	-

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

NCDEX Stocks	Demat	In-Process	Total	FED
	06.12.11	06.12.11	06.12.11	05.12.11
Bikaner	21218	2476	23694	17861
Deesa	2578	220	2798	40
Jodhpur	12371	610	12981	10375
Nokha	2660	585	3245	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 Stocks	Demat	In-Process	Total	FED
	06.12.11	06.12.11	06.12.11	05.12.11
Bikaner	-	-	-	-
Jodhpur	9911	234	10145	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**

Commodity	Centre	Prices (Rs/Qtl)		Change
		07-12-2011	06-12-2011	
Guar Seed	Jodhpur (Delivery)	5850	5850	Unch
	Jodhpur (Loose)	5300	5350	-50
	Bikaner (Loose)	5330	5360	-30
	Bikaner (Delivery)	5480	5510	-30
	Nokha	4994	5200	-206
	Hanumangarh	5378	5200	178
	Sri-Ganganagar	5361	5150	211
	Adampur	5530-5535	5550	-15
	Sirsa	5500	5500	Unch
	Bhiwani	5400	5400	Unch
	Deesa	5150-5180	5220-5221	-41
	Nagaur	5100	5100	Unch
	Dhabwali	5350	5400	-50
Guar Gum	Jodhpur	18100	18200	-100
	Bhiwani	18500	18600	-100
	Dhabwali	17900	18000	-100

**Guar Seed Arrivals in Key Centers**

Centre	Arrivals (Quintals)		Change
	07-12-2011	06-12-2011	
Jodhpur	Nil	Nil	-
Bikaner	10000	12000	-2000
Nokha	4700	8000	-3300
Hanumangarh	402	600	-198
Sri-Ganganagar	2950	2500	450
Adampur	6000	10000	-4000
Sirsa	5000	5000	Unch
Bhiwani	3500-4000	5000	-1000
Deesa	180-200	160-165	35
Nagaur	250	300	-50
Dhabwali	100-150	300	-150
All India	125000	150000	-25000

**Guar by - products prices: As of December 07<sup>th</sup>, 2011**
**Churi and Korma Prices:**

Commodity	Center	Rs/75kg
Churi	Jodhpur	550
Korma	Jodhpur	750

**Guar Export Prices:**

Commodity	Variety	Value (\$/MT)
Guargum Split		3600
Guargum Powder	200 Mesh 5000 CPS	4700
	200 Mesh 3500 CPS	4750
Guargum Meal		225

**Guar Seed Prices at Other Markets (Rajasthan): As of December 07<sup>th</sup>, 2011**

Market Center	Rs/Quintal	Quintals
Beawar	5050	127
Bijaynagar	5000	24
Kishangarh	5200	63
Newai	4650	31
Alwar	4900	1592

Bayana	4950	1117
Bharatpur	5011	113
Kama	4745	3
Khairthal	5250	1073
Kherli	5200	156
Nadbai	4750	19
Churu	5000	500
Khajuwala	5300	3800
Loonkarnsar	5250	3265
Ratargarh	5100	235
Sadulpur	5225	2673
Sardar Shahar	5300	3893
Sujargarh	5225	1417
Bhadra	5350	1800
Goluwala	5438	251
Nohar	5417	6220
Pilibanga	5413	496
Rawatsar	5300	1861
Sadulshahar	5375	501
Suratgarh	5380	1182
Chaksu	4500	268
Chomu	4783	867
Dausa	4988	169
Jaipur	4950	1198
Kishangarh Renwal	4900	47
Lalsot	4900	83
Balotra	5000	295
Barmer	5215	770
Bhinmal	4950	5
Bilara	5200	112
Jaitaran	4700	130
Sojat Road	4650	185
Sumerpur	4890	100
Phalodi	3100	563
Baran	4546	19
Bundi	4808	99
Kota	4500	300
Chirawa	4800	112
Deedwana	4900	375
Fatehpur	5000	436
Jhunjhunu	5150	1367
Merta City	5000	766
Nawalgarh	5225	1945
Neem Ka Thana	5000	18
Sikar	5200	1293
Srimadhapur	5125	740
Anoopgarh	5090	1554
Gajsinghpur	5300	589
Gharsana	5288	1550
Jaitsar	5100	590
Kersisinghpur	5015	240
Padampur	5281	804
Raisingh Nagar	5000	50
Rawla	5319	4730
Ridhmalsar	5447	341

<b>Srikanpur</b>	5160	106
<b>Srivijaynagar</b>	4805	3442
<b>Fateh Nagar</b>	4971	50
<b>Udaipur</b>	4200	Nil

**Guar Seed Prices at Other Markets (Gujarat and U.P): As of December 07<sup>th</sup>, 2011**

State	Market Center	Arrivals	Minimum Price	Maximum Price	Modal Price
		Tonnes	Rs/Quintal		
<b>Gujarat</b>	Dehgam	25	5200	5250	5225
	Rapar	37	5155	5270	5250
	Vadgam	26.1	5105	5205	5155
<b>Uttar Pradesh</b>	Fatehpur	43.6	4980	5000	4990

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