

Fundamentals:

Markets continued its bullish movement supported by good export demand. Producers were still bringing in stocks into the market. Millers were not inactive due to lower margins. However fear has set in amongst millers that fresh stock may not be available in the next month and half and might start to buy at current market prices. Stockiest continue to buy and are storing it in warehouses. Sources also added that the foreign export prices are trading at \$26000/tonne which continue to prompt the exporters to export more and this may continue to support the uptrend. Cash markets are being influenced by firm futures counter which ended with a second 4% upper circuit on Tuesday. New crop arrivals (all India basis) totaled at 150,000 bags (1 bag=100Kg) compared to 150,000 bags against previous day.

Futures Market:

Guarseed 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 236,780, lower by 13,620 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 16,390, lower by 9,165 against previous trading day.

Outlook:

Guar may continue uptrend supported by firm export demand. 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	233	5874	6057	5870	6057
Jan-12	241	6078	6244	6045	6244
Feb-12	245	6169	6367	6169	6367
Mar-12	252	6344	6470	6310	6470

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Dec-11	81880	-31190	45080	-5830
Jan-12	236780	-13620	183800	2530
Feb-12	34510	13860	32810	360
Mar-12	2010	760	2800	150

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	243	56	-67	-170
Dec-11	-	187	310	413
Jan-12	-	-	123	226
Feb-12	-	-	-	103
Mar-12	-	-	-	-

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

NCDEX	Demat	In-Process	Total	FED
Stocks	12.12.11	12.12.11	12.12.11	12.12.11
Bikaner	24854	5661	30515	17475
Deesa	3137	281	3418	40
Jodhpur	13439	2050	15489	9856
Nokha	3366	989	4355	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	757	19080	19663	19080	19663
Jan-12	770	19400	20000	19400	20000
Feb-12	780	19819	20258	19819	20258
Mar-12	790	20295	20551	20295	20550

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Dec-11	5670	-3385	6065	-555
Jan-12	16390	-9165	27115	45
Feb-12	2260	885	4125	155
Mar-12	105	95	430	25

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	187	-150	-408	-700
Dec-11	-	337	595	887
Jan-12	-	-	258	550
Feb-12	-	-	-	292
Mar-12	-	-	-	-

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

NCDEX	Demat	In-Process	Total	FED
Stocks	12.12.11	12.12.11	12.12.11	12.12.11
Bikaner	-	-	-	-
Jodhpur	10662	668	11330	1989
Nokha	878	80	958	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
		13-12-2011	12-12-2011	
Guar Seed	Jodhpur (Delivery)	6300	6025	275
	Jodhpur (Loose)	5800	5500	300
	Bikaner (Loose)	5800-5850	5550	300
	Bikaner (Delivery)	5900-6000	5700	300
	Nokha	5470	5300	170
	Hanumangarh	5580	5600	-20
	Sri-Ganganagar	5538	5650	-112
	Adampur	5900	5650	250
	Sirsa	5930-5940	5650	290
	Bhiwani	6000	5750	250
	Deesa	5330-5335	5230	105
	Nagaur	5424	5500	-76
	Dhabwali	5900	5750	150
Guar Gum	Jodhpur	19800-19900	19000-19100	800
	Bhiwani	20100	19000	1100
	Dhabwali	20100	19000	1100

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	13-12-2011	12-12-2011	
Jodhpur	126	200	-74
Bikaner	10000-12000	10000	2000
Nokha	3737	5000	-1263
Hanumangarh	865	800	65
Sri-Ganganagar	1168	1000	168
Adampur	5000	10000	-5000
Sirsa	4000	4000	Unch
Bhiwani	5000-6000	3500	2500
Deesa	225-230	270	-40
Nagaur	383	500	-117
Dhabwali	200	200	Unch
All India	150000	150000	Unch

Guar by - products prices: As of December 13th, 2011
Churi and Korma Prices:

Commodity	Center	Rs/75kg
Churi	Jodhpur	575
Korma	Jodhpur	775

Guar Export Prices:

Commodity	Variety	Value (\$/MT)
Guargum Split		3800
Guargum Powder	200 Mesh 5000 CPS	4800
	200 Mesh 3500 CPS	4850
Guargum Meal		225

Guar Seed Prices at Other Markets (Gujarat): As of December 13th, 2011

Market Center	Arrivals	Minimum Price	Maximum Price	Modal Price
	Tonnes	Rs/Quintal		
Bhiloda	21	5250	5450	5350
Dehgam	46	5475	5575	5525
Himatnagar	2.5	5375	5555	5465
Vadgam	9.8	5555	5660	5608

Guar Seed Prices at Other Markets (Rajasthan): As of December 13th, 2011

Market Center	Rs/Quintal	Quintals
Alwar	5200	598
Bharatpur	5263	86
Khairthal	5680	578
Kherli	5325	4
Dungargarh	5600	560
Khajuwala	5580	3986
Loonkarsar	5468	2800
Sadulpur	5300	352
Chirawa	5300	30
Deedwana	5300	251
Degana	5421	151
Fatehpur	5450	269
Jhunjhunu	5500	4180
Kuchaman City	5300	45
Nawalgarh	5500	359
Neem Ka Thana	5350	35
Sikar	5580	600
Srimadhopur	5400	300
Surajgarh	5450	270
Anoopgarh	5417	266
Gajsinghpur	5500	201
Gharsana	5524	1671
Jaitsar	5580	230
Kersisinghpur	5370	198
Padampur	5541	263
Rawla	5399	1995
Ridhmalsar	5566	146
Srikaranpur	5511	131
Dungarpur	5517	1014
Dungarpur	4500	0
Fateh Nagar	5260	63
Rajsamand	4600	NR
Sumerpur	5511	114

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.