

Fundamentals:

Markets continued its bullish run into the 3rd day of trade supported by good export demand. Farmers in anticipation of much higher prices from current market prices are holding onto stocks. Millers continued to be inactive but sources feel that they might miss put on buying on crop shortage expectations. Stockiest continue to buy and are storing it in warehouses. Harvest is almost complete in Haryana and Punjab and about 10% is expected to come in the domestic markets. Meanwhile 60% of harvest is complete in Rajasthan and fresh stock will come in till January. Cash markets are being influenced by firm futures counter which ended with a 3rd 4% upper circuit on Wednesday. New crop arrivals (all India basis) totaled at 110,000 bags (1 bag=100Kg) compared to 150,000 bags against previous day.

Futures Market:

Guarseed January 2012 Contract: Falling open interest and rising prices is indicating that the short sellers are covering their positions and the upmove will not be sustained unless new buyers enter the market.

Guargum January 2012 Contract: Falling open interest and rising prices is indicating consolidation from participants at higher levels and the upmove will not be sustained unless new buyers enter the market.

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	243	6150	6300	6100	6300
Jan-12	250	6310	5494	6310	6494
Feb-12	255	6468	6622	6430	6622
Mar-12	259	6580	6729	6546	6729

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Dec-11	38720	-43160	40180	-4900
Jan-12	158490	-78290	181900	-1900
Feb-12	22450	-12060	33590	770
Mar-12	1640	-370	2820	20

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	200	6	-122	-229
Dec-11	-	194	322	429
Jan-12	-	-	128	235
Feb-12	-	-	-	107
Mar-12	-	-	-	-

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

NCDEX	Demat	In-Process	Total	FED
Stocks	13.12.11	13.12.11	13.12.11	12.12.11
Bikaner	26033	5137	31170	17475
Deesa	3237	240	3477	40
Jodhpur	14248	1651	15899	9856
Nokha	3990	485	4475	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	787	20022	20450	19901	20450
Jan-12	800	20240	20800	20240	20800
Feb-12	811	20797	21069	20797	21069
Mar-12	820	21095	21305	21095	21305

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Dec-11	2150	-3520	5730	-310
Jan-12	11230	-5160	26955	-160
Feb-12	1490	-770	4640	495
Mar-12	250	145	425	-5

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	550	200	-69	-305
Dec-11	-	350	619	855
Jan-12	-	-	269	505
Feb-12	-	-	-	236
Mar-12	-	-	-	-

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

NCDEX	Demat	In-Process	Total	FED
Stocks	13.12.11	13.12.11	13.12.11	12.12.11
Bikaner	-	-	-	-
Jodhpur	11020	478	11498	1989
Nokha	898	60	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
		14-12-2011	13-12-2011	
Guar Seed	Jodhpur (Delivery)	6500	6300	200
	Jodhpur (Loose)	6000	5800	200
	Bikaner (Loose)	6150-6200	5800-5850	350
	Bikaner (Delivery)	6300-6350	5900-6000	350
	Nokha	5650	5470	180
	Hanumangarh	5910	5580	330
	Sri-Ganganagar	5830	5538	292
	Adampur	6200	5900	300
	Sirsa	6200	5930-5940	260
	Bhiwani	6300	6000	300
	Deesa	5720-5730	5330-5335	395
	Nagaur	5605	5424	181
	Dhabwali	6100	5900	200
Guar Gum	Jodhpur	21000	19800-19900	1100
	Bhiwani	20700	20100	600
	Dhabwali	20700	20100	600

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	14-12-2011	13-12-2011	
Jodhpur	192	126	66
Bikaner	7000-8000	10000-12000	-4000
Nokha	3500	3737	-237
Hanumangarh	660	865	-205
Sri-Ganganagar	1200	1168	32
Adampur	5000	5000	Unch
Sirsa	4000	4000	Unch
Bhiwani	1500-2000	5000-6000	-4000
Deesa	200	225-230	-30
Nagaur	300	383	-83
Dhabwali	200	200	Unch
All India	110000	150000	-40000

Guar by - products prices: As of December 14th, 2011
Churi and Korma Prices:

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

Guar Export Prices:

Commodity	Variety	Value (\$/MT)
Guargum Split		3900
Guargum Powder	200 Mesh 5000 CPS	4900
	200 Mesh 3500 CPS	4950
Guargum Meal		225

Guar Seed Prices at Other Markets (Gujarat and U.P): As of December 14th, 2011

State	Market Center	Arrivals	Minimum Price	Maximum Price	Modal Price
		Tonnes	Rs/Quintal		
Gujarat	Dehgam	84	5725	5905	5815
	Vadgam	6.7	5755	6005	5880
Uttar Pradesh	Fatehpur	145.6	5200	5700	5450

Guar Seed Prices at Other Markets (Rajasthan): As of December 14th, 2011

Market Center	Rs/Quintal	Quintals
Alwar	5250	378
Bayana	5600	818
Bharatpur	5420	36
Dholpur	5000	170
Khairthal	5760	382
Kherli	5666	114
Bhadra	5900	670
Goluwala	5771	94
Nohar	6000	4410
Pilibanga	5900	186
Rawatsar	5930	92
Sadulshahar	5990	210
Sangria	5801	268
Suratgarh	5845	700
Chomu	5455	477
Dausa	5263	44
Jaipur	5650	325
Kishangarh Renwal	5450	139
Kotputli	5000	15
Balotra	5600	170
Barmer	5515	876
Bilara	5200	169
Sojat Road	5511	114
Sumerpur	5225	67
Phalodi	5775	309
Bundi	5443	26
Hindaun	5280	44
Anoopgarh	5600	666
Gajsinghpur	5850	98
Gharsana	5850	1524
Jaitsar	5800	180
Kersisinghpur	5779	64
Padampur	5880	330
Raisingh Nagar	5860	375
Rawla	5551	1766
Ridhmalsar	3817	99
Srikaranpur	5700	51
Srivijaynagar	5406	782
Bari Sadri	3180	Nil
Dungarpur	4500	Nil
Fateh Nagar	5300	2

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