

Fundamentals:

- Markets fell as arrivals improved in the domestic markets.
- Producers release stocks into the markets as they were getting good returns for their stock.
- The fresh stock is mainly being gathered up by millers and stockiest. Exporters are also buying but may wait for a dip in prices.
- Cash markets were also influenced by profit taking in the futures counter. The futures counter fell after 4 consecutive bullish movements.
- The futures were also down after NCDEX imposed Special Margin of 10% on the Long side on all running contracts and yet to be launched contracts which will be collected in cash. The total Special Margin levied on the Long side will be 20% of which 15% shall be collected in cash effective beginning of day, Monday, December 19, 2011.
- New crop arrivals (all India basis) totaled at 110,000 bags (1 bag=100Kg) compared to 90,000 bags against previous day.

Futures Market:

Guarseed January 2012 Contract and Guar gum January 2012 Contract: As both open interest and prices are falling, it indicates long liquidation and suggests a possible trend reversal in near future.

Outlook:

Guar may see weakness in the short run on improved arrivals and weak futures counter 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	-182	6749	6767	6290	6370
Jan-12	-254	6950	6955	6484	6500
Feb-12	-275	6887	7074	6612	6612
Mar-12	-279	7208	7209	6720	6720

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Dec-11	81870	80950	16620	-23650
Jan-12	446450	440480	154880	-29020
Feb-12	56790	54870	36100	1780
Mar-12	2840	2650	3020	100

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	280	150	38	-70
Dec-11	-	130	242	350
Jan-12	-	-	112	220
Feb-12	-	-	-	108
Mar-12	-	-	-	-

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

NCDEX Stocks	Demat 15.12.11	In-Process 15.12.11	Total 15.12.11	FED 12.12.11
Bikaner	29090	5210	34300	17475
Deesa	3477	50	3527	40
Jodhpur	15026	1078	16104	9856
Nokha	4162	553	4715	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 Guar gum Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Dec-11	-239	21907	22119	20418	21029
Jan-12	-467	22281	22498	20767	21165
Feb-12	-462	22570	22789	21036	21450
Mar-12	-508	22823	23045	21494	21650

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Dec-11	11345	11150	2915	-2865
Jan-12	54380	53935	24655	-2310
Feb-12	10100	10040	4930	220
Mar-12	155	140	400	-40

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	-379	-515	-800	-1000
Dec-11	-	136	421	621
Jan-12	-	-	285	485
Feb-12	-	-	-	200
Mar-12	-	-	-	-

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

NCDEX Stocks	Demat 15.12.11	In-Process 15.12.11	Total 15.12.11	FED 12.12.11
Bikaner	-	-	-	-
Jodhpur	11557	198	11755	1989
Nokha	898	80	978	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
		16-12-2011	15-12-2011	
Guar Seed	Jodhpur (Delivery)	6650	7000	-350
	Jodhpur (Loose)	6000	6300-6400	-400
	Bikaner (Loose)	6100	6475	-375
	Bikaner (Delivery)	6250	6625	-375
	Nokha	5511	5886	-375
	Hanumangarh	6600	6240	360
	Sri-Ganganagar	6450	6151	299
	Adampur	6600	6800	-200
	Sirsa	6400	6600	-200
	Bhiwani	6400	6650	-250
	Deesa	5760-5800	5830-5835	-35
	Nagaur	5800	6000	-200
	Dhabwali	6400	6600	-200
Guar Gum	Jodhpur	20600-20700	22000	-1300
	Bhiwani	21000	21700	-700
	Dhabwali	20700	21700	-1000

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	16-12-2011	15-12-2011	
Jodhpur	30	40	-10
Bikaner	6000-7000	4000	3000
Nokha	5000	3599	1401
Hanumangarh	879	717	162
Sri-Ganganagar	1025	800	225
Adampur	8000	7000-8000	Unch
Sirsa	5000	5000	Unch
Bhiwani	4500-5000	1800-2000	3000
Deesa	220-225	150-170	55
Nagaur	400	355	45
Dhabwali	300-400	200	200
All India	110000	90000	20000

Guar by - products prices: As of December 16th, 2011
Churi and Korma Prices:

Commodity	Center	Rs/75kg
Churi	Jodhpur	535
Korma	Jodhpur	725

Guar Export Prices:

Commodity	Variety	Value (\$/MT)
Guargum Split		4100
Guargum Powder	200 Mesh 5000 CPS	5400
	200 Mesh 3500 CPS	5300
Guargum Meal		225

Guar Seed Prices at Other Markets (Gujarat and U.P): As of December 16th, 2011

State	Market Center	Arrivals	Minimum Price	Maximum Price	Modal Price
		Tonnes	Rs/Quintal		
Gujarat	Bhiloda	6	6100	6325	6250
	Bhuj	41.9	5780	6300	6040
	Dehgam	84	5970	6400	6185
	Rapar	46	6175	6255	6180

	Talod	293	5000	6500	5750
	Vadgam	3.7	6165	6355	6260
Uttar Pradesh	Fatehpur	25	6400	6500	6450

Guar Seed Prices at Other Markets (Rajasthan): As of December 16th, 2011

Market Center	Rs/Quintal	Quintals
Beawar	5950	94
Bijaynagar	6050	6
Newai	5925	16
Alwar	5950	570
Bayana	6400	341
Bharatpur	6152	10
Khairthal	6510	434
Kherli	6324	37
Bhadra	6692	260
Goluwala	6560	144
Nohar	6746	4602
Pilibanga	6471	170
Rawatsar	6750	900
Sadulshahar	6571	176
Sangria	6601	375
Suratgarh	6500	552
Bandikui	5962	20
Chaksu	6500	85
Chomu	6025	225
Jaipur	6350	206
Lalsot	6200	9
Mahua Mandawar	5300	6
Mandawari	5685	42
Balotra	6100	99
Bilara	6100	131
Rani	6129	35
Sanchoe	5500	150
Phalodi	6100	243
Bundi	6142	28
Kota	6130	50
Chirawa	6000	33
Deedwana	6300	344
Degana	6410	119
Fatehpur	6500	250
Jhunjhunu	6350	432
Kuchaman City	5600	60
Anoopgarh	6407	249
Gajsinghpur	6471	128
Gharsana	6600	1702
Jaitsar	6595	90
Kersrisinghpur	6371	44
Padampur	6451	323
Raisingh Nagar	6540	540
Rawla	6360	1753
Ridhmalsar	6642	154
Srikaranpur	6298	35
Srivijaynagar	6555	750
Dungarpur	4500	Nil
Fateh Nagar	6176	322

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