

**Fundamentals:**

- Markets fell as arrivals continue to improve certain domestic markets.
- Farmers continued to release stock in anticipation of further downtrend.
- Fresh stock is mainly being gathered up by millers and stockiest. Exporters are also buying but may wait for a dip in prices.
- Prices are also moving lower speculators say that Ruchi Soya sold all of the stocks at Rs.7000/quintal levels.
- Cash markets were also influenced by profit taking in the futures counter. The futures counter fell for the 2<sup>nd</sup> consecutive 4% lower circuit limit on Saturday.
- New crop arrivals (all India basis) totaled at 110,000 bags (1 bag=100Kg) compared to 110,000 bags against previous day.

**Futures Market:**

**Guarseed January 2012 Contract and Guargum 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	-254	6450	6450	6116	6116
Jan-12	-260	6520	6565	6247	6247
Feb-12	-264	6700	6710	6348	6348
Mar-12	-268	6760	6760	6452	6452

**Volumes and OI in Lots**

Contract	Volume	Change	OI	Change
Dec-11	17420	-64450	11870	-4530
Jan-12	216550	-229900	149360	-4650
Feb-12	22150	-34640	36300	220
Mar-12	1580	-1260	2730	-280

**Spread**

	Dec-11	Jan-12	Feb-12	Mar-12
Basis	184	53	-48	-152
Dec-11	-	131	232	336
Jan-12	-	-	101	205
Feb-12	-	-	-	104
Mar-12	-	-	-	-

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

NCDEX Stocks	Demat 16.12.11	In-Process 16.12.11	Total 16.12.11	FED 12.12.11
Bikaner	31185	4820	36005	17475
Deesa	3487	150	3637	40
Jodhpur	15704	470	16174	9856
Nokha	4182	662	4844	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	-834	20800	21200	20037	20037
Jan-12	-842	21100	21250	20223	20223
Feb-12	-852	21339	21423	20452	20452
Mar-12	-665	21526	21526	21524	21524

**Volumes and OI in Lots**

Contract	Volume	Change	OI	Change
Dec-11	1425	-9920	2465	-440
Jan-12	22265	-32115	23770	-835
Feb-12	1965	-8135	5155	215
Mar-12	25	-130	400	5

**Spread**

	Dec-11	Jan-12	Feb-12	Mar-12
Basis	-137	-323	-552	-1624
Dec-11	-	186	415	1487
Jan-12	-	-	229	1301
Feb-12	-	-	-	1072
Mar-12	-	-	-	-

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

NCDEX Stocks	Demat 16.12.11	In-Process 16.12.11	Total 16.12.11	FED 12.12.11
Bikaner	-	-	-	-
Jodhpur	11695	139	11834	1989
Nokha	958	30	988	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
		17-12-2011	16-12-2011	
Guar Seed	Jodhpur (Delivery)	6300	6650	-350
	Jodhpur (Loose)	5700	6000	-300
	Bikaner (Loose)	5800	6100	-300
	Bikaner (Delivery)	5950	6250	-300
	Nokha	5300	5511	-211
	Hanumangarh	6200	6600	-400
	Sri-Ganganagar	5850	6450	-600
	Adampur	6000	6600	-600
	Sirsa	6050	6400	-350
	Bhiwani	5800	6400	-600
	Deesa	5650-5710	5760-5800	-90
	Nagaur	5500	5800	-300
	Dhabwali	6000	6400	-400
Guar Gum	Jodhpur	19900	20600-20700	-750
	Bhiwani	20000	21000	-1000
	Dhabwali	20000	20700	-700

**Guar Seed Arrivals in Key Centers**

Centre	Arrivals (Quintals)		Change
	17-12-2011	16-12-2011	
Jodhpur	40	30	10
Bikaner	15000	6000-7000	8000
Nokha	5000-6000	5000	1000
Hanumangarh	1000	879	123
Sri-Ganganagar	1100	1025	75
Adampur	10000	8000	2000
Sirsa	4000	5000	-1000
Bhiwani	5000-6000	4500-5000	1000
Deesa	300	220-225	75
Nagaur	400	400	Unch
Dhabwali	300-400	300-400	Unch
All India	110000	110000	Unch

**Guar by - products prices: As of December 17<sup>th</sup>, 2011**
**Churi and Korma Prices:**

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

**Guar Export Prices:**

Commodity	Variety	Value (\$/MT)
Guargum Split		4000
Guargum Powder	200 Mesh 5000 CPS	5300
	200 Mesh 3500 CPS	5200
Guargum Meal		225

**Guar Prices at Other Markets (Gujarat and Rajasthan): As of December 17<sup>th</sup>, 2011**

State	Market Center	Arrivals	Minimum Price	Maximum Price	Modal Price
		Tonnes	Rs/Quintal		
Gujarat	Dehgam	144	5275	6150	5712
Rajasthan	Deoli	0.2	5400	5500	5450

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