

**Fundamentals:**

Markets rebound from lows supported by firm export demand. Markets also moved higher as arrivals have slowed down in both Rajasthan and Haryana. Arrivals declined in Rajasthan and Haryana markets as farmers are anticipating further upside in prices. Fresh stock is mainly being gathered up by stockiest. Exporters are also buying but may wait for a dip in prices. Exporters are asking Guar gum split at \$4000 PMT for Mundra and for Guar gum powder for 5300 CPS \$5300 PMT and 3500 CPS \$5200 PMT. However, exporters say that with Christmas & New Year approaching the buying will be subdued as there will be customs holiday. Cash markets were also influenced by firm futures counter. The futures rebound after 2 sessions of 4% lower circuit. New crop arrivals (all India basis) totaled at 90,000 bags (1 bag=100Kg) compared to 110,000 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:** Rise in open interest along with prices indicates that an uptrend is in place and is likely to be sustained.

**Outlook:**

**Guar complex may see range bound movement amid firm exports. 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	245	6060	6361	6050	6361
Jan-12	250	6170	6497	6145	6497
Feb-12	254	6233	6602	6233	6602
Mar-12	259	6447	6711	6378	6695

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

Contract	+/-	Open	High	Low	Close
Dec-11	457	19899	20839	19602	20839
Jan-12	809	19905	21032	19800	21032
Feb-12	819	20051	21271	19900	21271
Mar-12	568	20663	21920	20450	21851

**Volumes and OI in Lots**

Contract	Volume	Change	OI	Change
Dec-11	14030	-3390	8680	-3190
Jan-12	203620	-12930	144470	-4670
Feb-12	22270	120	36920	620
Mar-12	1070	-510	2630	-100

**Volumes and OI in Lots**

Contract	Volume	Change	OI	Change
Dec-11	1415	-10	1940	-520
Jan-12	16260	-6005	24305	540
Feb-12	1650	-315	5285	130
Mar-12	290	265	460	60

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	239	103	-2	-95
Dec-11	-	136	241	334
Jan-12	-	-	105	198
Feb-12	-	-	-	93
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	-139	-332	-571	-1151
Dec-11	-	193	432	1012
Jan-12	-	-	239	819
Feb-12	-	-	-	580
Mar-12	-	-	-	-

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

NCDEX Stocks	Demat 17.12.11	In-Process 17.12.11	Total 17.12.11	FED 12.12.11
Bikaner	33391	4340	37731	17475
Deesa	3567	60	3627	40
Jodhpur	15844	289	16133	9856
Nokha	4573	847	5420	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 17.12.11	In-Process 17.12.11	Total 17.12.11	FED 12.12.11
Bikaner	-	-	-	-
Jodhpur	11774	219	11993	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
		19-12-2011	17-12-2011	
Guar Seed	Jodhpur (Delivery)	6600	6300	300
	Jodhpur (Loose)	6000	5700	300
	Bikaner (Loose)	6000	5800	200
	Bikaner (Delivery)	6150	5950	200
	Nokha	5500	5300	200
	Hanumangarh	6400	6200	200
	Sri-Ganganagar	6000	5850	150
	Adampur	6300	6000	300
	Sirsa	6200	6050	150
	Bhiwani	6300	5800	500
	Deesa	5840-5850	5650-5710	140
	Nagaur	5650	5500	150
	Dhabwali	6200	6000	200
Guar Gum	Jodhpur	20700	19900	800
	Bhiwani	20800	20000	800
	Dhabwali	20700	20000	700

**Guar Seed Arrivals in Key Centers**

Centre	Arrivals (Quintals)		Change
	19-12-2011	17-12-2011	
Jodhpur	Nil	40	-
Bikaner	15000-20000	15000	5000
Nokha	6000	5000-6000	Unch
Hanumangarh	900	1000	100
Sri-Ganganagar	1000	1100	100
Adampur	6000	10000	-4000
Sirsa	5000	4000	1000
Bhiwani	1500-2000	5000-6000	-4000
Deesa	230-235	300	-65
Nagaur	300	400	Unch
Dhabwali	300-400	300-400	Unch
All India	90000	110000	-20000

**Guar by - products prices: As of December 19<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 19<sup>th</sup>, 2011**

State	Market Center	Arrivals	Minimum Price	Maximum Price	Modal Price
			Rs/Quintal		
		Tonnes			
Gujarat	Rapar	70	5055	5605	5330
Rajasthan	Anoopgarh	70.1	5500	5878	5639
	Balotra	13.01	5700	5800	5750

Bhilwara	1.5	4750	5625	5187
Bundi	0.3	5450	5960	5600
Deoli	0.6	5100	5552	5326
Gajsinghpur	370	5600	6090	5700
Jaitsar	40.5	5300	5940	5920
Jhunjhunu	540	5600	6000	5900
Kesrisinghpur	12.4	5901	6201	6150
Kishangarh Renwal	4.5	5650	5650	5650
Loonkarnsar	2875	5700	5850	5775
Padampur	41.6	5551	6057	5891
Sojat Road	5.7	5301	5645	5645
Sri Karanpur	6.8	5905	6170	6161
Sumerpur	2.6	5390	5400	5395
Udaipur	0.5	5000	5800	5700

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