

Fundamentals:

Guar complex ended lower on Saturday as demand remained sluggish. Markets were also influenced by weak futures counter. Millers and traders are seen reluctant to buy guar seeds at the current levels. Traders are also waiting for the FMC report expected out next week. Export demand may remain sluggish due to the holiday season in the West. Total arrivals of India continue fell and reported at 65,000-70,000 bags against last day arrivals at 70,000 lakh bags. Producers were bringing in fewer stocks due to the fall in prices.

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: As both open interest and prices are falling, it indicates long liquidation and suggests a possible trend reversal in near future.

Outlook:

We expect Guar prices may see some weakness at current level on weak demand.

NCDEX Guarseed Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Jan-12	16	6980	7175	6780	7068
Feb-12	-231	7061	7313	6901	7180
Mar-12	-244	7300	7446	7001	7245
Apr-12	-133	7397	7397	7058	7326

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Jan-12	140320	42180	83010	-3530
Feb-12	46630	9590	76400	-1690
Mar-12	1490	-290	4990	-200
Apr-12	390	10	1110	-50

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	82	-30	-95	-176
Jan-12	-	112	177	258
Feb-12	-	-	65	146
Mar-12	-	-	-	81
Apr-12	-	-	-	-

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

NCDEX Stocks	Demat 28.12.11	In-Process 28.12.11	Total 28.12.11
Bikaner	45003	4917	49920
Deesa	4742	769	5511
Jodhpur	16130	110	16240
Nokha	6815	429	7244

Unit in MT
NCDEX FED Stocks Position as of Dec. 26, 2011 (Qty in MT)

	FED	Qty.		FED	Qty.
Bikaner	5-Jan-12	14683	Jodhpur	5-Jan-12	5316
	5-Feb-12	2792		5-Feb-12	3525
Deesa	5-Jan-12	10	Nokha	5-Jan-12	958
	5-Feb-12	30		5-Feb-12	379

NCDEX Guargum Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Jan-12	-885	23999	23999	22518	23332
Feb-12	-834	23950	24198	22883	23765
Mar-12	-231	24099	24488	23146	24150
Apr-12	-596	24450	24450	23467	23848

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Jan-12	15700	3860	13255	-380
Feb-12	7060	-125	16225	300
Mar-12	405	-	615	-20
Apr-12	25	-25	235	-15

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	-532	-965	-1350	-1048
Jan-12	-	433	818	516
Feb-12	-	-	385	83
Mar-12	-	-	-	-302
Apr-12	-	-	-	-

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

NCDEX Stocks	Demat 28.12.11	In-Process 28.12.11	Total 28.12.11
Bikaner	-	-	-
Jodhpur	12009	499	12508
Nokha	973	20	993

Unit in MT
NCDEX FED Stocks Position as of Dec. 26, 2011 (in MT)

	FED	Qty.		FED	Qty.
Bikaner	5-Jan-12	-	Jodhpur	5-Jan-12	1027
	5-Feb-12	-		5-Feb-12	729
Deesa	5-Jan-12	-	Nokha	5-Jan-12	379
	5-Feb-12	-		5-Feb-12	289

Commodity	Centre	Prices (Rs/Qtl)		Change
		31-12-2011	30-12-2011	
Guar Seeds	Jodhpur (Delivery)	7150	7350	-200
	Jodhpur (Loose)	6750	6850	-100
	Bikaner (Loose)	6800	6850-6950	-150
	Bikaner (Delivery)	6950	7170	-220
	Nokha (Loose)	6600	6700	-100
	Hanumangarh	6800	7000	-200
	Sri-Ganganagar	6200	6300	-100
	Adampur	6800	7000	-200
	Sirsa	6900	7050	-150
	Bhiwani	6950	7200	-250
	Deesa	6160-6180	6235	-55
	Nagaur	6300	6500	-200
	Dhabwali	6800	6950	-150
Guar Gum	Jodhpur	22800	23275	-475
	Bhiwani	23300	24500	-1200
	Dhabwali	23800	24300	-500

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	31-12-2011	30-12-2011	
Jodhpur	Nil	Nil	-
Bikaner	1500-2000	3000	-1000
Nokha	2200-2500	2500-3000	-500
Hanumangarh	600-700	700-800	-100
Sri-Ganganagar	2000-2500	2500-3000	-500
Adampur	1000	7000	-6000
Sirsa	1000	3000	-2000
Bhiwani	2000-2500	7000	-4500
Deesa	160-170	180	-10
Nagaur	350	300	50
Dhabwali	200-250	300	-50
All India	65000-70000	70000	Unch

Guar by - Products Prices: As of December 28th, 2011
Churi and Korma Prices:

Commodity	Center	Rs/75kg
Churi	Jodhpur	525
Korma	Jodhpur	715

Guar Export Prices: As of December 28th, 2011

Commodity	Variety	Value (\$/MT)
Guargum Split		4650
Guargum Powder	200 Mesh 5000 CPS	6000
	200 Mesh 3500 CPS	5900
Guargum Meal		250

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