

Fundamentals:

Mix sentiments featured in the physical market on Thursday on account of sluggish export and stockiest demand. Exporters are waiting for better price to purchase guar further. However, gum millers are still buying guarseed at the current price for gum processing further as they expect that demand for gum will continue to increase in domestic market as well as in international markets. The arrivals in India have been reported down at 60000 bags against previous day arrivals at 62000 bags. 10% to 20% harvesting is not completed yet as moisture level is high so threshing is on held. FMC regulator is planning to issue show cause notices against speculators caught during ongoing inspections. Lower carry in stock and lower output against rising export demand are still a bullish factor in long run.

Futures Market:

Guarseed January 2012 Contract: Falling open interest and rising prices is indicating that the short sellers are covering their positions.

Guargum January 2012 Contract: Falling open interest and rising prices indicates short covering in market for short term.

Outlook:

We expect a short correction in Guar market due to slow down export demand.

NCDEX Guarseed Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Jan-12	8	7678	7700	7490	7660
Feb-12	-11	7800	7850	7621	7782
Mar-12	1	7855	7925	7742	7880
Apr-12	46	7914	7948	7802	7948

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Jan-12	120540	-4370	68370	-2150
Feb-12	57260	-3390	89210	340
Mar-12	5140	3000	7320	690
Apr-12	800	400	1630	180

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	215	93	-5	215
Jan-12		122	220	
Feb-12			98	
Mar-12				
Apr-12				

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

NCDEX Stocks	Demat 03.01.12	In-Process 03.01.12	Total 03.01.12
Bikaner	49362	2665	52027
Deesa	5460	60	5520
Jodhpur	15223	189	15412
Nokha	7202	109	7311

Unit in MT
NCDEX FED Stocks Position as of Jan. 2nd, 2011 (Qty in MT)

	FED	Qty.		FED	Qty.
Bikaner	5-Jan-12	14265	Jodhpur	5-Jan-12	4529
	5-Feb-12	2792		5-Feb-12	3505
Deesa	5-Jan-12	10	Nokha	5-Jan-12	878
	5-Feb-12	30		5-Feb-12	379

NCDEX Guargum Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Jan-12	24	25690	25690	24771	25400
Feb-12	-16	26100	26200	25230	25850
Mar-12	-150	26097	26370	25611	26000
Apr-12	-143	26150	26150	26150	26150

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Jan-12	11435	-2385	10475	-395
Feb-12	6585	-1810	19185	215
Mar-12	115	-505	905	20
Apr-12	5	-35	255	0

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	-400	-850	-1000	-1150
Jan-12		450	600	750
Feb-12			150	300
Mar-12				150
Apr-12				

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

NCDEX Stocks	Demat 03.01.12	In-Process 03.01.12	Total 03.01.12
Bikaner	-	-	#####
Jodhpur	12527	529	13056
Nokha	1042	290	1332

Unit in MT
NCDEX FED Stocks Position as of Jan. 2nd, 2012 (in MT)

	FED	Qty.		FED	Qty.
Bikaner	5-Jan-12	-	Jodhpur	5-Jan-12	12689
	5-Feb-12	-		5-Feb-12	12729
Deesa	5-Jan-12	-	Nokha	5-Jan-12	334
	5-Feb-12	-		5-Feb-12	289

Guar Prices at Key Spot Markets

Commodity	Centre	Prices (Rs/Qtl)		Change
		05-01-2012	04-01-2012	
Guar Seeds	Jodhpur (Delivery)	7875	7850	25
	Jodhpur (Loose)	7000	7100	-100
	Bikaner (Loose)	7190-7250	7265	-15
	Bikaner (Delivery)	7476	7535	-59
	Nokha (Loose)	-	7200	
	Hanumangarh	7325	7400	-75
	Sri-Ganganagar	7300	7200	100
	Adampur	7450	7325	125
	Sirsa	7350	7250	100
	Bhiwani	7400	7550	-150
	Deesa	6380-6420	6340-6430	-10
	Nagaur	7100	7000-7100	Unch
	Dhabwali	7160	7160	Unch
	Jodhpur	25000	25200	-200
Guar Gum	Bhiwani	25300	25700	-400
	Dhabwali	25000	24800	200

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	05-01-2012	04-01-2012	
Jodhpur	-		-
Bikaner	3000-4000	3000	1000
Nokha	-	2000	-
Hanumangarh	400	300-400	Unch
Sri-Ganganagar	2000	2000	Unch
Adampur	8000	8000	Unch
Sirsa	3000	3000	Unch
Bhiwani	5500	7500-8000	-2500
Deesa	185-190	180-185	5
Nagaur	200	300-400	-200
Dhabwali	50-60	500	-440
All India	60000	60000-62000	-2000

Guar by - Products Prices: As of January 5th, 2012
Churi and Korma Prices:

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

Guar Export Prices: As of January 5th, 2012

Commodity	Variety	Value (\$/MT)
Guargum Split		4800
Guargum Powder	200 Mesh 5000 CPS	6100
	200 Mesh 3500 CPS	6000
Guargum Meal		240

Guar Prices at Other Spot Markets (Gujarat, Haryana and U.P): As of December 5th, 2011

State	Market Center	Arrivals	Minimum Price	Maximum Price	Modal Price
State					
Gujarat	Ahmedabad	4.6	3000	3500	3300
	Deesa(Deesa Veg Yard)	0.8	2500	3000	2750
	Rapar	43.8	6375	7100	6800
	Talalagir	0.62	2150	2160	2155
	Vadgam	1.5	6205	7035	6620
Rajasthan					
	Anoopgarh	10.1	6900	7214	7057
	Balotra	5	7000	7100	7050
	Baran	0.3	6501	6501	6501
	Barmer	22.9	7250	7300	7280
	Bundi	4	6830	6830	6830
	Fatehnagar	12.2	6540	6871	6800
	Kesarisinghpur	3.4	6999	7200	7200
	Raisingh Nagar	58	4550	7370	7300
	Sri Karanpur	7.7	6791	7063	7000
	Suratgarh	44	6551	7334	7258

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