

**Fundamentals:**

Both guar seed and guar gum prices surged in all the cash markets on prevailing firm fundamentals. Reportedly regular good overseas demand for guar gum powder from the US for oil drilling is supporting the sentiment. Also sources revealed that millers/processors are the active buyers in the markets due to good demand from exporters which further added to the firm tone besides lower arrivals in the markets.

Further the demand-supply mismatch this year due to estimated lower guar seed output at around 14 – 14.5 lakh tonnes also supporting the sentiment. This year the ending stocks of guar seed in the country is likely to decline by 87% to 20,000 tonnes during Aug-Sept 2012 which may remain supportive for prices in long run.

However, export or overseas demand to be watched very carefully as in coming days price movement in cash market would depend mostly on overseas demand besides the sowing progress of Kharif 2012 which seems to be good looking at this year's (2011) prices.

**Outlook:**

Both guarseed and guar gum prices are expected to remain range bound with firm bias during the Friday's trade.

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

Contract	+/-	Open	High	Low	Close
Jan-12	312	10685	10685	10685	10685
Feb-12	422	10844	10950	10843	10950
Mar-12	427	10950	11084	10950	11084
Apr-12	911	10693	10693	10693	10693

**Volumes and OI in Lots**

Contract	Volume	Change	OI	Change
Jan-12	80	-7940	3590	-30
Feb-12	9520	-49530	69580	680
Mar-12	3030	-7580	11780	340
Apr-12	10	-2120	2440	10

Spread	Jan-12	Feb-12	Mar-12	Apr-12
Basis	1915			
Jan-12		265	399	8
Feb-12			134	-257
Mar-12				-391

**NB:** Spread was done by taking all paid prices (Rs/Quintal) of Jodhpur markets. Basis=spot-near month futures

NCDEX Stocks	Demat 18.01.12	In-Process 18.01.12	Total 18.01.12
Bikaner	43074	220	43294
Deesa	5829	0	5829
Jodhpur	11937	49	11986
Nokha	5762	0	5762

**Unit in MT**
**NCDEX FED Stocks Position as of Jan. 16<sup>th</sup>, 2011 (Qty in MT)**

	FED	Qty.		FED	Qty.
Bikaner	5-Feb-12	2772	Jodhpur	5-Feb-12	3505
	5-Mar-12	289		5-Mar-12	30
Deesa	5-Feb-12	30	Nokha	5-Feb-12	378
	5-Mar-12	20		5-Mar-12	-

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

Contract	+/-	Open	High	Low	Close
Jan-12	0	0	0	0	0
Feb-12	1395	35897	36246	35897	36246
Mar-12	1379	35506	35850	35506	35850
Apr-12	1043	35805	35805	35805	35805

**Volumes and OI in Lots**

Contract	Volume	Change	OI	Change
Jan-12	0	-995	1265	-50
Feb-12	415	-7980	12490	-335
Mar-12	10	-1910	1370	-5
Apr-12	5	-115	185	0

Spread	Jan-11	Feb-12	Mar-12	Apr-12
Basis*	-			
Jan-12*		-	-	-
Feb-12			-396	-441
Mar-12				-45

**NB:** Spread was done by taking prices (Rs/Quintal) of Jodhpur markets. Basis=spot-near month futures

NCDEX Stocks	Demat 18.01.12	In-Process 18.01.12	Total 18.01.12
Bikaner	-	-	-
Jodhpur	13302	90	13392
Nokha	1417	80	1497

**Unit in MT**
**NCDEX FED Stocks Position as of Jan. 16<sup>th</sup>, 2012 (in MT)**

	FED	Qty.		FED	Qty.
Bikaner	5-Feb-12		Jodhpur	5-Feb-12	729
	5-Mar-12			5-Mar-12	1175
Deesa	5-Feb-12		Nokha	5-Feb-12	289
	5-Mar-12			5-Feb-12	120

\*due to no trade in Jan. contract at NCDEX no basis & spread between Jan and other contracts are available.

**Guar Prices at Key Spot Markets**

Commodity	Centre	Prices (Rs/Qtl)		Change
		19-01-2012	18-01-2012	
Guar Seedss	Jodhpur (Delivery)	12600	11400	1200
	Jodhpur (Loose)	11800	10500	1300
	Bikaner (Loose)	11200	9350	1850
	Bikaner (Delivery)	11500	9700	1800
	Nokha (Loose)	11400	10000	1400
	Hanumangarh	11900	10800	1100
	Sri-Ganganagar	12200	9800	2400
	Adampur	12600	10000	2600
	Sirsa	12500	9900	2600
	Bhiwani	12200	10000	2200
	Deesa	9460	9120	340
	Nagaur	11500	8800	2700
	Dhabwali	11500	9950	2000
	Jodhpur	38000	36500	2500
Guar Gum	Bhiwani	37000	35400	1600
	Dhabwali	38500	35000	3500

**Guar Seed Arrivals in Key Centers**

Centre	Arrivals (Quintals)		Change
	19-01-2012	18-01-2012	
Jodhpur	-	-	-
Bikaner	-	500	-
Nokha	2000	2500	-500
Hanumangarh	450	700	-250
Sri-Ganganagar	800	500	300
Adampur	800	2000	-1200
Sirsa	250	400	-150
Bhiwani	3000	1500	1500
Deesa	185	180	5
Nagaur	100	100	Unch
Dhabwali	100	400	-300
All India	5000	10000	-5000

**Guar by - Products Prices: As of January 19th, 2012**
**Churi and Korma Prices:**

Commodity	Center	Rs/75kg
Churi	Jodhpur	850
Korma	Jodhpur	1050

**Guar Export Prices: As of January 19th, 2012**

Commodity	Variety	Value (\$/MT)
Guargum Split		7200
Guargum Powder	200 Mesh 5000 CPS	8500
	200 Mesh 3500 CPS	8400
Guargum Meal		300

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