

Fundamentals:

Guar seed prices in majority of cash markets featured a weak tone on Friday amid weak tone of futures market (NCDEX) during the 1st half of the day. However, late recovery in futures prices lends support to the spot guar seed prices besides regular demand from millers/processors. Guar gum prices mostly featured a steady tone despite reportedly good export demand as weakness in futures market during the 1st half of the day restricted the gains.

Meanwhile, medium to long term perspective looks good for guar seed as overall the stocks are expected to decline significantly to around 20,000 tonnes from last year's 150,000 tonnes. 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 1st forecast of monsoon and 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	212	11112	11220	10900	11000
Feb-12	308	11279	11388	10512	11258
Mar-12	235	11417	11528	10641	11319
Apr-12	706	11555	11667	10770	11399

Volumes and OI in Lots				
Contract	Volume	Change	OI	Change
Jan-12	560	480	3080	-510
Feb-12	68680	59160	65620	-3960
Mar-12	18330	15300	11660	-120
Apr-12	3330	3320	2290	-150

Spread	Jan-12	Feb-12	Mar-12	Apr-12
Basis	1000			
Jan-12		258	319	399
Feb-12			61	141
Mar-12				80

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

NCDEX Stocks	Demat 19.01.12	In-Process 19.01.12	Total 19.01.12
Bikaner	43095	1029	44124
Deesa	5809	0	5809
Jodhpur	11777	0	11777
Nokha	5762	0	5762

Unit in MT

NCDEX FED Stocks Position as of Jan. 16 th , 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 Guar gum Futures (Prices in Rs/Qtl)					
Contract	+/-	Open	High	Low	Close
Jan-12	1428	36768	37125	34750	37125
Feb-12	1154	37334	37696	34797	37400
Mar-12	1080	37849	38267	35342	37875
Apr-12	1056	38465	38838	36500	38400

Volumes and OI in Lots				
Contract	Volume	Change	OI	Change
Jan-12	140	140	1160	-105
Feb-12	8090	7675	11495	-995
Mar-12	3245	3235	1790	420
Apr-12	310	305	265	80

Spread	Jan-11	Feb-12	Mar-12	Apr-12
Basis	875			
Jan-12		275	750	1275
Feb-12			475	1000
Mar-12				525

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

NCDEX Stocks	Demat 19.01.12	In-Process 19.01.12	Total 19.01.12
Bikaner	-	-	-
Jodhpur	12925	0	12925
Nokha	1497	0	1497

Unit in MT

NCDEX FED Stocks Position as of Jan. 16 th , 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

Guar Prices at Key Spot Markets

Commodity	Centre	Prices (Rs/Qtl)		Change
		20-01-2012	19-01-2012	
Guar Seedss	Jodhpur (Delivery)	12000	12600	-600
	Jodhpur (Loose)	-	11800	-
	Bikaner (Loose)	11200	11200	-
	Bikaner (Delivery)	11700	11500	200
	Nokha (Loose)	11000	11400	-400
	Hanumangarh	11000	11900	-900
	Sri-Ganganagar	12000	12200	-200
	Adampur	13000	12600	400
	Sirsa	12400	12500	-100
	Bhiwani	11500	12200	-700
	Deesa	9520	9460	60
	Nagaur	11700	11500	200
	Dhabwali	-	11500	-
Guar Gum	Jodhpur	38000	38000	-
	Bhiwani	36800	37000	-200
	Dhabwali	-	38500	-

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	20-01-2012	19-01-2012	
Jodhpur	-	-	-
Bikaner	300	-	-
Nokha	700	2000	1300
Hanumangarh	400	450	-50
Sri-Ganganagar	400	800	-400
Adampur	4000	800	3200
Sirsa	500	250	250
Bhiwani	3500	3000	500
Deesa	220	185	35
Nagaur	100	100	Unch
Dhabwali	-	100	-
All India	5000	5000	Unch

Guar by - Products Prices: As of January 20th, 2012
Churi and Korma Prices:

Commodity	Center	Rs/75kg
Churi	Jodhpur	850
Korma	Jodhpur	1025

Guar Export Prices: As of January 20th, 2012

Commodity	Variety	Value (\$/MT)
Guargum Split		7000
Guargum Powder	200 Mesh 5000 CPS	8300
	200 Mesh 3500 CPS	8200
Guargum Meal		290

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