

Domestic Fundamentals:-

Guar prices (Guarseed & Guargum) featured a week tone in all the major markets on Tuesday due to dull trade activity in spot market. Buyers were slow as inquiry from income tax department was held in most of the key markets. Due to which even seller were not selling their stocks today. On other hand there are limited stocks available in all over India. However, now overseas demand for Indian gum is reducing due to higher prevailing prices. As sources revealed that importers are looking for other destination in expectation of lower gum prices to fulfill their daily requirements, which may check price further to increase. On other hand FMC has reduced the brokers position limit of the clients in Guar Gum and Guarseed. In Guar seed brokers' client position limit has decreased about 20%. Whereas, the position limit for guar gum 40%. However, the client's position limit in Guar Gum has not changed. This may also influence Guar prices to rise further as the fresh position would be limited.

Futures Market:

Guarseed January 2012 Contract and Guargum January 2012 Contract: Falling open interest and prices is indicating market towards long liquidation phase and the upmove will not be sustained unless new buyers enter the market.

Outlook:

A correction may see during this week ahead in Guar complex in expectation of lower export demand along with local millers demand.

NCDEX Guarseed Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Feb-12	-468	12665	12700	11810	11834
Mar-12	-496	12345	12784	11915	11915
Apr-12	-457	12350	12797	11950	11990
May-12	-58	12200	12622	11850	12196

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Feb-12	80400	45550	53700	-10690
Mar-12	24430	16700	13490	1330
Apr-12	1690	440	1950	-120
May-12	250	50	620	10

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	966			
Feb-12		81		
Mar-12			75	
Apr-12				206
May-12				

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

NCDEX Stocks	Demat 23.01.12	In-Process 23.01.12	Total 23.01.12
Bikaner	433150	0	433150
Deesa	57190	0	57190
Jodhpur	11647	0	11647
Nokha	55710	0	55710

Unit in MT

NCDEX FED Stocks Position as of Jan. 23rd, 2012 (Qty in MT)

	FED	Qty.		FED	Qty.
Bikaner	5-Feb-12	2702	Jodhpur	5-Feb-12	3505
	5-Mar-12	289		5-Mar-12	30
Deesa	5-Feb-12	30	Nokha	5-Feb-12	379
	5-Mar-12	20		5-Mar-12	-

NCDEX Guargum Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Feb-12	-1627	41000	42250	39056	39056
Mar-12	-1646	40999	42650	39518	39518
Apr-12	-1605	40950	42602	39721	39750
May-12	-1750	40405	42514	40000	40000

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Feb-12	9515	5805	9370	-1765
Mar-12	4095	3470	2630	850
Apr-12	155	65	270	-20
May-12	35	20	220	0

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	944			
Feb-12		462		
Mar-12			232	
Apr-12				
May-12				

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

NCDEX Stocks	Demat 23.01.12	In-Process 23.01.12	Total 23.01.12
Bikaner	-	-	-
Jodhpur	12484	0	12484
Nokha	1447	0	1447

Unit in MT

NCDEX FED Stocks Position as of Jan. 23rd, 2012 (in MT)

	FED	Qty.		FED	Qty.
Bikaner	5-Feb-12		Jodhpur	5-Jan-12	471
	5-Mar-12			5-Feb-12	1101
Deesa	5-Feb-12		Nokha	5-Jan-12	289
	5-Mar-12			5-Feb-12	120

Guar Prices at Key Spot Markets

Commodity	Centre	Prices (Rs/Qtl)		Change
		24-01-2012	23-01-2012	
Guar Seedss	Jodhpur (Delivery)	12800	13400	-600
	Jodhpur (Loose)	11800	12400	-600
	Bikaner (Loose)	12000	12300	-300
	Bikaner (Delivery)	12300	12600	-300
	Nokha (Loose)	12000	12000	Unch
	Hanumangarh	12500	12300	200
	Sri-Ganganagar	12000	12600	-600
	Adampur	12800	13000	-200
	Sirsa	12300	13000	-700
	Bhiwani	11800	13000	-200
	Deesa	10010	10055	-45
	Nagaur	11000	11700	-700
	Dhabwali	12500	12100	400
	Jodhpur	40000	40500	-500
Guar Gum	Bhiwani	41000	41200	-200
	Dhabwali	41500	-	-

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	24-01-2012	23-01-2012	
Jodhpur	-	-	-
Bikaner	500	1000	-500
Nokha	1000	700	300
Hanumangarh	250	300	-50
Sri-Ganganagar	400	600	-200
Adampur	2500	2500	Unch
Sirsa	700	600	100
Bhiwani	1500	2000	-500
Deesa	190	260	-70
Nagaur	100	200	-100
Dhabwali	100	150	-50
All India	5000	8000	-3000

Guar by - Products Prices: As of January 24th, 2012
Churi and Korma Prices:

Commodity	Center	Rs/75kg
Churi	Jodhpur	800
Korma	Jodhpur	950

Guar Export Prices: As of January 24th, 2012

Commodity	Variety	Value (\$/MT)
Guargum Split		7900
Guargum Powder	200 Mesh 5000 CPS	9200
	200 Mesh 3500 CPS	9100
Guargum Meal		300

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