



Domestic Fundamentals:

- Guar seed and guar gum prices continued mostly weak tone on Friday.
- Increase in acreage is adding to the weak tone of the market.
- In Rajasthan, around 20-25% of the area under cotton is likely to be diverted towards guar in the coming season.
- A leading exporter of guar gum in India, Vikas WSP Ltd. is planning to double its processing capacity following increasing demand of guar gum from U.S. In U.S., guar gum is used as a key ingredient in hydraulic fracturing.
- Rain in April and May have increased soil moisture in certain growing regions. Sowing could begin early in these regions.
- In certain areas of Haryana with irrigation facility, sowing of guar has started.

Outlook: Prices are likely to notice weak tone in the near-term.

Futures Market:

Guar seed March 2012 Contract and Guar gum March 2012 Contract:

FMC has stopped trading in all guar seed and guar gum futures contracts effective March 28, 2012. Trading will start on further notification by FMC.

NCDEX Guarseed Futures (Prices in Rs/Qtl)

| Contract | +/- | Open | High | Low | Close |
|----------|-----|------|------|-----|-------|
| Mar-12 | | | | | |
| Apr-12 | | | | | |
| May-12 | | | | | |

Volumes and OI in Lots

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|----|--------|
| Mar-12 | | | | |
| Apr-12 | | | | |
| May-12 | | | | |

Spread

| Mar-12 | Apr-12 | May-12 | Jun-12 |
|--------|--------|--------|--------|
| Basis | | | |
| Mar-12 | | | |
| Apr-12 | | | |
| May-12 | | | |

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

| NCDEX Stocks | Demat 24.5.2012 | In-Process 24.5.2012 | Total 24.5.2012 |
|--------------|--------------------|-------------------------|--------------------|
| Bikaner | 27812 | 0 | 27812 |
| Deesa | 5169 | 0 | 5169 |
| Jodhpur | 5179 | 0 | 5179 |
| Nokha | 5385 | 0 | 5385 |

Unit in MT

NCDEX FED Stocks Position as of May 21, 2012 (Qty in MT)

| | FED | Quantity | | FED | Quantity |
|---------|-----------|----------|---------|----------|----------|
| Bikaner | 5-Jul-12 | 159 | Jodhpur | 5-Jun-12 | 458 |
| | 5-Aug-12 | 197 | | 5-Jul-12 | 447 |
| Deesa | 5-Aug-12 | 70 | Nokha | 5-Oct-12 | 626 |
| | 5-Sept-12 | 1037 | | 5-Dec-12 | 2699 |

NCDEX Guargum Futures (Prices in Rs/Qtl)

| Contract | +/- | Open | High | Low | Close |
|----------|-----|------|------|-----|-------|
| Mar-12 | | | | | |
| Apr-12 | | | | | |
| May-12 | | | | | |

Volumes and OI in Lots

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|----|--------|
| Mar-12 | | | | |
| Apr-12 | | | | |
| May-12 | | | | |

Spread

| Mar-12 | Apr-12 | May-12 | Jun-12 |
|--------|--------|--------|--------|
| Basis | | | |
| Mar-12 | | | |
| Apr-12 | | | |
| May-12 | | | |

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

| NCDEX Stocks | Demat 24.5.2012 | In-Process 24.5.2012 | Total 24.5.2012 |
|--------------|--------------------|-------------------------|--------------------|
| Bikaner | - | - | - |
| Jodhpur | 7067 | 0 | 7067 |
| Nokha | 1321 | 0 | 1321 |

Unit in MT

NCDEX FED Stocks Position as of May 21, 2012 (in MT) Guar Gum

| | FED | Quantity | | FED | Quantity |
|---------|----------|----------|---------|----------|----------|
| Bikaner | 5-Mar-12 | - | Jodhpur | 5-Jun-12 | 269 |
| | 5-May-12 | - | | 5-Jul-12 | 406 |
| Deesa | 5-Feb-12 | - | Nokha | 5-Jun-12 | 30 |
| | 5-Aug-12 | - | | 5-Jul-12 | 20 |

Guar Prices at Key Spot Markets

| Commodity | Centre | Prices (Rs/Qtl) | | Change |
|------------|--------------------|-----------------|-----------|--------|
| | | 25-5-2012 | 24-5-2012 | |
| Guar Seeds | Jodhpur (Delivery) | 29500 | 30100 | -600 |
| | Jodhpur (Loose) | 28500 | 29000 | -500 |
| | Bikaner (Loose) | 29500 | 30400 | -900 |
| | Bikaner (Delivery) | 28300 | 29200 | -900 |
| | Nokha (Loose) | 28900 | 29000 | -100 |
| | Hanumangarh(Loose) | 29200 | 29200 | Unch |
| | Sri-Ganganagar | 30000 | 30000 | Unch |
| | Adampur | 29000 | 29500 | -500 |
| | Sirsa | 30000 | 30000 | Unch |
| | Bhiwani | 29000 | 30200 | -1200 |
| | Deesa | 25640 | 25400 | +240 |
| | Nagaur | 28500 | 29000 | -500 |
| | Dhabwali(Loose) | - | - | - |
| | | | | |
| Guar Gum | Jodhpur | 93000 | 97000 | -4000 |
| | Bhiwani | 97000 | 99500 | -2500 |
| | Dhabwali | - | - | - |

Guar Seed Arrivals in Key Centers

| Centre | Arrivals (Quintals) | | Change |
|----------------|---------------------|-----------|--------|
| | 25-5-2012 | 24-5-2012 | |
| Jodhpur | - | - | - |
| Bikaner | 200 | 250 | -50 |
| Nokha | 20 | 20 | Unch |
| Hanumangarh | - | - | - |
| Sri-Ganganagar | - | - | - |
| Adampur | 1500 | 1200 | +300 |
| Sirsa | - | - | - |
| Bhiwani | 100 | 100 | Unch |
| Deesa | 45 | 30 | +15 |
| Nagaur | - | - | - |
| Dhabwali | - | - | - |
| All India | - | - | - |

Guar by - Products Prices: As of May 25, 2012

Churi and Korma Prices:

| Commodity | Center | Rs/75kg |
|-----------|---------|---------|
| Churi | Jodhpur | 650 |
| Korma | Jodhpur | 950 |

**Guar Export Prices: As of May 25, 2012**

| Commodity | Variety | Value (\$/MT) |
|----------------|-------------------|---------------|
| Guargum Split | | 18300 |
| Guargum Powder | 200 Mesh 5000 CPS | 19500 |
| | 200 Mesh 3500 CPS | 19350 |
| Guargum Meal | | 290 |

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