

Domestic Fundamentals:

- Guar seed and guar gum prices witnessed mixed tone on Friday.
- Good demand for seed for sowing purpose supported prices.
- According to trade sources, farmers are ready to pay a premium of Rs.1000-1500/Qtl for guar seed for sowing purpose.
- Around 2 lakh hectares in Sri-Ganganagar, Hanumangarh and northern Rajasthan adjoining Haryana, area under cotton has shifted towards guar seed.
- In Rajasthan increase in acreage could vary between 60%-200% based on the rainfall in the growing regions.
- Balmer, Jaisalmer and Jodhpur areas are mainly dependant on rainfall. Around 20-25 lakh hectares will shift from bajra and corn towards guar seed. There is shift in acreage from cotton, bajra, moth and moong mainly.
- Expected increase in acreage during the season weighed on prices.
- Guar gum powder export demand is for crude oil production. Decline in crude oil prices added to the weak tone of the market.
- FMC is planning to re-launch guar complex futures after the sowing progress of guar seed is clear. Most of the sowing under guar seed is likely to be completed by July. Currently, acreage under guar seed is estimated to be higher and the progress of monsoon in the growing regions will determine the area to be sown.
- According to Ramesh Abhishek, chairman of the Forward Markets Commission, decision will be taken by the end of July.
- According to IMD, further rains are expected along the east coast, west coast, north-eastern states and few places in Central India.

Outlook: Prices are likely to trade sideways to lower 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 Stocks	Demat 21.6.2012	In-Process 21.6.2012	Total 21.6.2012
Bikaner	21490	0	21490
Deesa	4167	0	4167
Jodhpur	2974	0	2974
Nokha	3762	0	3762

Unit in MT

NCDEX Stocks	Demat 21.6.2012	In-Process 21.6.2012	Total 21.6.2012
Bikaner	-	-	-
Jodhpur	3974	0	3974
Nokha	656	0	656

Unit in MT

NCDEX FED Stocks Position as of June 18, 2012 (Qty in MT)

	FED	Quantity		FED	Quantity
Bikaner	5-Jul-12	159	Jodhpur	5-Jul-12	60
	5-Aug-12	198		5-Aug-12	70
Deesa	5-Aug-12	70	Nokha	5-Oct-12	626
	5-Sept-12	957		5-Dec-12	2689

NCDEX FED Stocks Position as of June 18, 2012 (in MT) Guar Gum

	FED	Quantity		FED	Quantity
Bikaner	5-Mar-12	-	Jodhpur	5-Jul-12	406
	5-May-12	-		5-Aug-12	244
Deesa	5-Feb-12	-	Nokha	5-Jul-12	20
	5-Aug-12	-		5-Aug-12	75

Guar Prices at Key Spot Markets

Commodity	Centre	Prices (Rs/Qtl)		Change
		22-6-2012	21-6-2012	
Guar Seeds	Jodhpur (Delivery)	21600	21300	+300
	Jodhpur (Loose)	21000	20300	+700
	Bikaner (Loose)	19500	19800	-300
	Bikaner (Delivery)	20500	20500	Unch
	Nokha (Loose)	21000	19500	+1500
	Hanumangarh (Loose)	19000	19500	-500
	Sri-Ganganagar (Delivery)	21500	18500	+3000
	Adampur (Loose)	21000	21000	Unch
	Sirsa (Loose)	19500	19500	Unch
	Bhiwani (Delivery)	30000	20000	+10000
	Deesa (Loose)	23100	23220	-120
	Nagaur (Loose)	21000	22000	-1000
	Dhabwali (Loose)	-	-	-
Guar Gum	Jodhpur	63000	70000	-7000
	Bhiwani	67000	64000	+3000
	Dhabwali	-	-	-

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	22-6-2012	21-6-2012	
Jodhpur	1000	1000	Unch
Bikaner	40	100	-60
Nokha	20	20	Unch
Hanumangarh	-	-	-
Sri-Ganganagar	-	-	-
Adampur	200	400	-200
Sirsa	-	-	-
Bhiwani	-	-	-
Deesa	65	60	+5
Nagaur	-	-	-
Dhabwali	-	-	-
All India	1325	1580	-255

Guar by - Products Prices: As of June 22, 2012

Churi and Korma Prices:

Commodity	Center	Rs/75kg
Churi	Jodhpur	625
Korma	Jodhpur	925

Guar Export Prices: As of June 22, 2012

Commodity	Variety	Value (\$/MT)
Guargum Split		12000
Guargum Powder	200 Mesh 5000 CPS	14000
	200 Mesh 3500 CPS	13800
Guargum Meal		290

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