

**Domestic Fundamentals:**

- Guar seed and guar gum prices witnessed steady to weak tone on Friday except slight firmness in Jodhpur, Nokha and Sri-Ganganagar markets.
- Expected higher acreage during the current season is weighing on prices.
- Arrivals are slightly less in various mandis.
- According to trade sources, around 30% sowing is completed in Sri-Ganganagar. Acreage is expected to increase two times this season in Sri-Ganganagar.
- In Gujarat, as on 25th June 2012, acreage under guar seed is reported at 11800 hectares.
- According to trade sources, following delay in rainfall, farmers in Gujarat are shifting from bajra, urad, cotton, paddy and groundnut towards guar during this season.
- According to IMD, conditions are favourable for rainfall in Rajasthan and Gujarat during the next two –three days.
- This will help in sowing activities in these regions in the coming days.
- In Rajasthan, most of the guar seed growing regions will witness sowing with the commencement of south-west monsoon.
- During the last few years, demand for guar gum has increased in oil drilling industries. This is affecting availability of guar gum for other industries like food, paper, textiles etc.
- Following the demand of guar gum for oil fracturing, prices increased more than ten times during last one year. During the current season, acreage under guar seed is expected to increase two –three times depending on rainfall in the growing regions.
- FMC is planning to re-launch guar complex futures after the sowing of guar seed is completed. According to Ramesh Abhishek, chairman of the Forward Markets Commission, decision on re –launching guar complex futures will be taken by next month.

**Outlook:** Prices are likely to continue steady to 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 Stocks	Demat 5.7.2012	In-Process 5.7.2012	Total 5.7.2012
Bikaner	14003	0	14003
Deesa	3709	0	3709
Jodhpur	2208	0	2208
Nokha	3208	0	3208

Unit in MT

NCDEX Stocks	Demat 5.7.2012	In-Process 5.7.2012	Total 5.7.2012
Bikaner	-	-	-
Jodhpur	3477	0	3477
Nokha	598	0	598

Unit in MT

**NCDEX FED Stocks Position as of July 02, 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 July 02, 2012 (in MT) Guar Gum**

	FED	Quantity		FED	Quantity
Bikaner	5-Mar-12	-	Jodhpur	5-Jul-12	332
	5-May-12	-		5-Aug-12	214
Deesa	5-Feb-12	-	Nokha	5-Dec-12	25
	5-Aug-12	-		5-Jan-13	384

**Guar Prices at Key Spot Markets**

Commodity	Centre	Prices (Rs/Qtl)		Change
		6-7-2012	5-7-2012	
Guar Seeds	Jodhpur (Delivery)	17800	17700	+100
	Jodhpur (Loose)	17100	17200	-100
	Bikaner (Loose)	17000	17500	-500
	Bikaner (Delivery)	18000	18700	-700
	Nokha (Loose)	17000	16500	+500
	Hanumangarh (Loose)	-	-	-
	Sri-Ganganagar (Delivery)	17800	17500	+300
	Adampur (Loose)	18000	18500	-500
	Sirsa (Loose)	18000	18000	Unch
	Bhiwani (Delivery)	17000	17000	Unch
	Deesa (Loose)	19020	19650	-630
	Nagaur (Loose)	-	Closed	-
	Dhabwali (Loose)	-	-	-
	Jodhpur	56000	56500	-500
Guar Gum	Bhiwani	55000	59000	-4000
	Dhabwali	-	-	-

**Guar Seed Arrivals in Key Centers**

Centre	Arrivals (Quintals)		Change
	6-7-2012	5-7-2012	
Jodhpur	1500	1500	Unch
Bikaner	125	150	-25
Nokha	15	-	-
Hanumangarh	-	-	-
Sri-Ganganagar	-	-	-
Adampur	500	500	Unch
Sirsa	-	-	-
Bhiwani	-	-	-
Deesa	60	70	-10
Nagaur	-	Closed	-
Dhabwali	-	-	-
All India	2200	2220	-20

**Guar by - Products Prices: As of July 06, 2012**
**Churi and Korma Prices:**

Commodity	Center	Rs/75kg
Churi	Jodhpur	670
Korma	Jodhpur	1070

**Guar Export Prices: As of July 06, 2012**

Commodity	Variety	Value (\$/MT)
Guargum Split		10300
Guargum Powder	200 Mesh 5000 CPS	11700
	200 Mesh 3500 CPS	11500
Guargum Meal		295

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