

Domestic Fundamentals:

- Guar seed and guar gum prices witnessed steady to firm tone on Tuesday except slight weakness in Bhiwani and Deesa markets.
- Arrivals have declined in various mandis.
- Lack of stocks in the ready market supported prices.
- In 2011-2012, guar gum contributed 20 percent to total Indian farm export of Rs.82.480 crore followed by basmati and non –basmati rice. In the previous year the share of guar gum was 7 percent.
- Demand for guar gum has increased from U.S. following its usage in shale gas extraction and oil drilling. The total exports of guar gum totaled Rs.16.356 crore.
- According to Halliburton Company, the profit margin of the company is likely to be affected if drought like situation in India continues. India produces nearly 80 per cent of total guar seed.
- According to IMD, rain is expected at a few places in Punjab, east Rajasthan and Gujarat region in the coming days.
- Rainfall is required for sowing activities to pick up in the rain –fed areas.
- Demand of guar seed for sowing purpose has increased thereby supporting the market.
- Progress of south –west monsoon will influence sowing activities in the coming days.

Outlook: Prices are likely to continue steady to firm 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 23.7.2012 | In-Process 23.7.2012 | Total 23.7.2012 |
|--------------|--------------------|-------------------------|--------------------|
| Bikaner | 12209 | 0 | 12209 |
| Deesa | 3410 | 0 | 3410 |
| Jodhpur | 1767 | 0 | 1767 |
| Nokha | 1499 | 0 | 1499 |

Unit in MT

| NCDEX Stocks | Demat 23.7.2012 | In-Process 23.7.2012 | Total 23.7.2012 |
|--------------|--------------------|-------------------------|--------------------|
| Bikaner | - | - | - |
| Jodhpur | 2492 | 0 | 2492 |
| Nokha | 140 | 0 | 140 |

Unit in MT

NCDEX FED Stocks Position as of July 23, 2012 (Qty in MT)

| | FED | Quantity | | FED | Quantity |
|---------|-----------|----------|---------|----------|----------|
| Bikaner | 5-Aug-12 | 198 | Jodhpur | 5-Aug-12 | 70 |
| | 5-Oct-12 | 1260 | | 5-Oct-12 | 217 |
| Deesa | 5-Aug-12 | 70 | Nokha | 5-Oct-12 | 349 |
| | 5-Sept-12 | 848 | | 5-Dec-12 | 703 |

NCDEX FED Stocks Position as of July 23, 2012 (in MT) Guar Gum

| | FED | Quantity | | FED | Quantity |
|---------|----------|----------|---------|----------|----------|
| Bikaner | 5-Mar-12 | - | Jodhpur | 5-Aug-12 | 174 |
| | 5-May-12 | - | | 5-Sep-12 | 213 |
| Deesa | 5-Feb-12 | - | Nokha | 5-Dec-12 | 110 |
| | 5-Aug-12 | - | | 5-Jan-13 | 30 |

Guar Prices at Key Spot Markets

| Commodity | Centre | Prices (Rs/Qtl) | | Change |
|------------|---------------------------|-----------------|-----------|--------|
| | | 24-7-2012 | 23-7-2012 | |
| Guar Seeds | Jodhpur (Delivery) | 16000 | 15800 | +200 |
| | Jodhpur (Loose) | 15000 | 15000 | Unch |
| | Bikaner (Loose) | 15500 | 15500 | Unch |
| | Bikaner (Delivery) | 16000 | 16000 | Unch |
| | Nokha (Loose) | 15500 | 15000 | +500 |
| | Hanumangarh (Loose) | - | - | - |
| | Sri-Ganganagar (Delivery) | 17000 | 15000 | +2000 |
| | Adampur (Loose) | 16500 | 15500 | +1000 |
| | Sirsa (Loose) | 16500 | 15000 | +1500 |
| | Bhiwani (Delivery) | 15500 | 18000 | -2500 |
| | Deesa (Loose) | 16240 | 16250 | -10 |
| | Nagaur (Loose) | - | - | - |
| | Dhabwali (Loose) | - | - | - |
| Guar Gum | Jodhpur | 50000 | 48000 | +2000 |
| | Bhiwani | 37000 | 42000 | -5000 |
| | Dhabwali | - | - | - |

Guar Seed Arrivals in Key Centers

| Centre | Arrivals (Quintals) | | Change |
|----------------|---------------------|-----------|--------|
| | 24-7-2012 | 23-7-2012 | |
| Jodhpur | 1500 | 1000 | +500 |
| Bikaner | 50 | 50 | Unch |
| Nokha | - | - | - |
| Hanumangarh | - | - | - |
| Sri-Ganganagar | - | - | - |
| Adampur | 80 | 100 | -20 |
| Sirsa | - | - | - |
| Bhiwani | - | - | - |
| Deesa | 57 | 65 | -8 |
| Nagaur | - | - | - |
| Dhabwali | - | - | - |
| All India | 1687 | 1205 | -482 |

Guar by - Products Prices: As of July 24, 2012

Churi and Korma Prices:

| Commodity | Center | Rs/75kg |
|-----------|---------|---------|
| Churi | Jodhpur | 950 |
| Korma | Jodhpur | 1700 |
| | | |

**Guar Export Prices: As of July 24, 2012**

| | Variety | Value (\$/MT) |
|-----------------------|-------------------|---------------|
| Guargum Split | | - |
| Guargum Powder | 200 Mesh 5000 CPS | - |
| | 200 Mesh 3500 CPS | - |
| Guargum Meal | | - |

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