

Domestic Fundamentals:

- Guar seed and guar gum prices noticed firm tone on Saturday.
- Anticipation of lower acreage during the season supported prices.
- According to IMD, rains have been reported in parts of eastern Rajasthan. More rains are required in the growing regions for required soil moisture.
- Guar seed sowing has so far covered around 1 million hectares in Rajasthan as against 1.3 million hectares at this point a year ago, while in Haryana 180,000 hectares have been sown as against 215,000 hectares in 2011 according to farm ministry data.
- According to State Agricultural sources, acreage under guar seed in Gujarat as on 20th July 2012 is reported at 23100 hectares compared to 42000 hectares during same period last year.
- Guar gum has gained importance following its usage in hydrofracking in the U.S.
- Each hydrofracking well requires 10 tonnes of guar gum and around 35000 new hydrofracking wells were drilled previous year in the U.S. thereby increasing demand for guar gum.
- Prices increased during previous season following increasing demand of guar gum in oil drilling industry.
- Shale gas and oil drilling companies in the U.S. are looking for cheaper alternatives to guar gum.
- Rains are expected in parts of east and west Rajasthan, Haryana and Gujarat region in the coming days.

Outlook: Prices are likely to witness 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 27.7.2012	In-Process 27.7.2012	Total 27.7.2012
Bikaner	12209	0	12209
Deesa	2812	0	2812
Jodhpur	1767	0	1767
Nokha	1499	0	1499

Unit in MT

NCDEX Stocks	Demat 27.7.2012	In-Process 27.7.2012	Total 27.7.2012
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
		28-7-2012	27-7-2012	
Guar Seeds	Jodhpur (Delivery)	18200	17500	+700
	Jodhpur (Loose)	17000	16800	+200
	Bikaner (Loose)	17000	19000	-2000
	Bikaner (Delivery)	17500	20000	-2500
	Nokha (Loose)	17500	15000	+2500
	Hanumangarh (Loose)	--	-	-
	Sri-Ganganagar (Delivery)	19000	17000	+2000
	Adampur (Loose)	18000	17500	+500
	Sirsa (Loose)	19000	17000	+2000
	Bhiwani (Delivery)	18500	14500	+4000
	Deesa (Loose)	16125	16200	-75
	Nagaur (Loose)	-	-	-
	Dhabwali (Loose)	-	-	-
	Jodhpur	58000	55000	+3000
Guar Gum	Bhiwani	59000	39000	+20000
	Dhabwali	-	-	-

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	28-7-2012	27-7-2012	
Jodhpur	1000	1500	-500
Bikaner	40	100	-60
Nokha	-	-	-
Hanumangarh	-	-	-
Sri-Ganganagar	-	-	-
Adampur	50	40	+10
Sirsa	-	-	-
Bhiwani	-	-	-
Deesa	85	55	+30
Nagaur	-	-	-
Dhabwali	-	-	-
All India	1175	1595	-420

Guar by - Products Prices: As of July 28, 2012

Churi and Korma Prices:

Commodity	Center	Rs/75kg
Churi	Jodhpur	950
Korma	Jodhpur	1800

Guar Export Prices: As of July 28, 2012

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

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