

Domestic Fundamentals:

- Guar seed and guar gum prices continued firm tone on Monday except slight weakness in Sirsa and Deesa markets.
- Rains in certain regions of Gujarat weighed on prices.
- In certain rain –fed areas of Rajasthan, there has been no rains and sowing is delayed. Acreage will be affected amid lack of sufficient rainfall in the growing regions.
- In areas having irrigation facility like Sri-Ganganagar, Hanumangarh, sowing is likely to be completed in the near –term.
- Till date acreage in the major growing states are reported to be lower compared to previous year.
- According to IMD, rains are expected in certain parts of east Rajasthan, Haryana, Punjab and Gujarat region in the coming days.
- 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.
- Shale gas and oil drilling companies in the U.S. are looking for cheaper alternatives to guar gum.
- Progress of south –west monsoon will give further direction to the market.

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 28.7.2012	In-Process 28.7.2012	Total 28.7.2012
Bikaner	12209	0	12209
Deesa	2812	0	2812
Jodhpur	1767	0	1767
Nokha	1499	0	1499

Unit in MT

NCDEX Stocks	Demat 28.7.2012	In-Process 28.7.2012	Total 28.7.2012
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
		30-7-2012	28-7-2012	
Guar Seeds	Jodhpur (Delivery)	19400	18200	+1200
	Jodhpur (Loose)	19000	17000	+2000
	Bikaner (Loose)	19000	17000	+2000
	Bikaner (Delivery)	19500	17500	+2000
	Nokha (Loose)	18000	17500	+500
	Hanumangarh (Loose)	-	--	-
	Sri-Ganganagar (Delivery)	19500	19000	+500
	Adampur (Loose)	20000	18000	+2000
	Sirsa (Loose)	18000	19000	-1000
	Bhiwani (Delivery)	19000	18500	+500
	Deesa (Loose)	16100	16125	-25
	Nagaur (Loose)	-	-	-
	Dhabwali (Loose)	-	-	-
Guar Gum	Jodhpur	61000	58000	+3000
	Bhiwani	60000	59000	+1000
	Dhabwali	-	-	-

Guar Seed Arrivals in Key Centers

Centre	Arrivals (Quintals)		Change
	30-7-2012	28-7-2012	
Jodhpur	1000	1000	UNCH
Bikaner	50	40	+10
Nokha	-	-	-
Hanumangarh	-	-	-
Sri-Ganganagar	-	-	-
Adampur	150	50	+100
Sirsa	-	-	-
Bhiwani	-	-	-
Deesa	75	85	-10
Nagaur	-	-	-
Dhabwali	-	-	-
All India	1225	1175	+50

Guar by - Products Prices: As of July 30, 2012

Churi and Korma Prices:

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

**Guar Export Prices: As of July 30, 2012**

	Variety	Value (\$/MT)
Guargum Split		11000
Guargum Powder	200 Mesh 5000 CPS	12750
	200 Mesh 3500 CPS	12600
Guargum Meal		300

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