

Fundamentals:

Price remained weak amid reports of lower production. Traders and farmer sources are quoting a much lower production estimates compared to last week. Sources add that this year production will be 15 lakh tonnes much less than 17.5 lakh tonnes quoted during the last week. Markets were down as demand remained weak at higher levels. However, lower carry-out stocks and delayed fresh crop arrivals due to unfavourable weather during the last stages of crop may restrict downside. Sources also added that millers and exporters having old stock are not ready to let go just yet which may also downside. However, weak futures may influence selling in the next 2-3 days.

Weather Update:

Guar crop in vegetative stage in the key growing region (Rajasthan) and prevailing weather may be favourable for crop growth. According to IMD, dry weather conditions would persist over Rajasthan, Gujarat and Haryana during the 3-4 days.

Outlook:

Guar prices are expected to remain range bound to firm on lower production estimates and fear of delayed arrivals might create shortage. However in the short run markets may see some weakness due to weak demand at higher levels and weaker futures counter. Weather in coming 20-25 days will remain the key for deciding the actual price movement of both guar seed and guar gum.

NCDEX Guarseed Futures

Contract	+/-	Open	High	Low	Close
Oct-11	-9	4611	4650	4567	4613
Nov-11	-41	4254	4287	4213	4241
Dec-11	-33	4235	4275	4208	4230
Jan-12	-51	4281	4310	4250	4266

Contract	Volume	Change	OI	Change
Oct-11	254370	120640	177050	10760
Nov-11	47790	19050	96730	-70
Dec-11	23780	3750	77130	-1560
Jan-12	1240	390	4780	-140

Spread	Oct-11	Nov-11	Dec-11	Jan-12
Basis	-313	59	70	34
Oct-11	-	-372	-383	-347
Nov-11		-	-11	25
Dec-11			-	36
Jan-12				-

NB: Spread was done by taking Loose Prices of Jodhpur markets.

NCDEX Stocks	Demat 27.09.11	In-Process 27.09.11	Total 27.09.11	FED 26.09.11
Bikaner	39517	0	39517	7066
Deesa	2165	161	2326	676
Jodhpur	16912	0	16912	582
Nokha	4189	0	4189	2782

NB: FED expiry for Bikaner, Deesa and Jodhpur is the sum of 05-Oct-2011 and 05-Nov-2011 and Nokha is the sum of 05-Oct-2011 and 05-Dec-2011.

Unit in MT

NCDEX Guargum Futures:

Contract	+/-	Open	High	Low	Close
Oct-11	-65	14401	14550	14251	14426
Nov-11	-142	14000	14135	13826	13931
Dec-11	-130	13947	14063	13760	13850
Jan-12	-34	14073	14073	13915	14000

Contract	Volume	Change	OI	Change
Oct-11	14235	3175	28285	-640
Nov-11	5305	2030	20970	375
Dec-11	1425	760	4255	-85
Jan-12	35	25	210	-15

Spread	Oct-11	Nov-11	Dec-11	Jan-12
Basis	74	569	650	500
Oct-11	-	-495	-576	-426
Nov-11		-	-81	69
Dec-11			-	150
Jan-12				-

NB: Spread was done by taking Prices of Jodhpur markets.

NCDEX Stocks	Demat 27.09.11	In-Process 27.09.11	Total 27.09.11	FED 26.09.11
Bikaner	134	0	134	60
Jodhpur	19513	20	19533	1039
Nokha	3094	0	3094	1047

NB: FED expiry for Bikaner is the sum of 05-Nov-2011 and 05-Dec-2011, for Jodhpur is the sum of 05-Oct-2011 and 05-Nov-2011 and for Nokha is the sum of 05-Dec-2011 and 05-Jan-2012.

Unit in MT

Guar Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		29-09-2011	28-09-2011	
Guar Seed	Jodhpur (Delivery)	4850	4850	Unch
	Jodhpur (Loose)	4300	4325	-25
	Bikaner (Loose)	4420	4450	-30
	Bikaner (Delivery)	4600	4600	Unch
	Nokha	4400	4400	Unch
	Hanumangarh	No Auction	No Auction	-
	Sri-Ganganagar	4600	4600	Unch
	Adampur	4650	4700	-50
	Sirsa	4650	4700	-50
	Bhiwani	4300	4580	-280
	Deesa	4200	4180	20
	Patan	-	-	-
	Nagaur	-	-	-
	Dhabwali (All Paid)	4600	4650	-50
	Dhabwali (Loose)	4500	4550	-50
Guar Gum	Jodhpur	14500	14550	-50
	Bhiwani	13900	14600	-700
	Dhabwali	14600	14900	-300

Prices in Rs./Quintal *Mill Prices

Guar Arrivals in Key Centers

Commodity	Centre	Prices (Rs/Qtl)		Change
		29-09-2011	28-09-2011	
Guar Seed	Jodhpur	-	-	-
	Bikaner	200	250	-50
	Nokha	200	200	Unch
	Hanumangarh	-	-	-
	Sri-Ganganagar	-	-	-
	Adampur	1000	1000	Unch
	Sirsa	1000	1000	Unch
	Bhiwani	-	-	-
	Deesa	150	140	10
	Nagaur	-	-	-
	Dhabwali	-	-	-

Arrivals in bags

Guar By - Products Prices: (As of Sept 29th)
Churi and Korma Prices:

Commodity	Centre	Price (Rs/Qtl)
Churi	Jodhpur	733
Korma	Jodhpur	893

Guar Export Prices:

Commodity	Variety	Value (\$/MT)
Guargum Split		3200
Guargum Powder	200 Mesh 5000 CPS	4200
	200 Mesh 3500 CPS	4125
Guargum Meal		240

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