

## Fundamentals:

Prices surged higher as production is expected to be lower compared to last year estimates. Cash markets were also influenced by buying at lows in the futures counter. According to traders total production will be around 11.6 lakh tonnes with Rajasthan producing 11.35 lakh tonnes, Haryana producing 0.25 lakh tonnes and Gujarat production 0.065 lakh tonnes. Traders say that fresh arrival will be delayed due to slower development of the flowering stage. Fresh arrivals have started however will gather momentum only after late October. So this may support prices at lower levels.

## Futures Market:

**NCDEX Guarseed October 2011** contract finished significantly up at Rs. 4564 per qtl, an increase of Rs. 176 per qtl over previous close price. Volume has declined to 95,030, lower by 14,880 against previous trading day. Rise in open interest along with prices indicate that an uptrend is in place and is likely to be sustained.

**NCDEX Guar gum November 2011** contract finished significantly up at Rs. 13450 per qtl, higher by 4.01 per cent over previous settlement price. Falling open interest and rising prices is indicating that the short sellers are covering their positions and the upmove will not be sustained unless new buyers enter the market. Volume of trade has increased to 19,555, up by 11,730 against previous trading day.

## Weather Update:

According to IMD, dry weather conditions would persist over Rajasthan, Gujarat and Haryana for next the 3-4 days.

## Outlook:

Guar prices are expected to remain range bound to firm on possible delay in arrivals, firm stockiest demand and lower production estimates.

### NCDEX Guarseed Futures

Contract	+/-	Open	High	Low	Close
Oct-11	176	4378	4564	4378	4564
Nov-11	164	4100	4250	4100	4250
Dec-11	145	4125	4268	4115	4248
Jan-12	147	4152	4304	4152	4285

Contract	Volume	Change	OI	Change
Oct-11	95030	-14880	149720	9570
Nov-11	111800	50990	74350	-1630
Dec-11	100060	65300	85870	6110
Jan-12	3860	2830	6180	470

Spread	Oct-11	Nov-11	Dec-11	Jan-12
Basis	-324	-10	-8	-45
Oct-11	-	-314	-316	-279
Nov-11	-	-	-2	35
Dec-11	-	-	-	37
Jan-12	-	-	-	-

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

NCDEX Stocks	Demat	In-Process	Total	FED
	08.10.11	08.10.11	08.10.11	03.10.1
Bikaner	33156	0	33156	7056
Deesa	1979	219	2198	676
Jodhpur	15961	50	16011	582
Nokha	1616	0	1616	2753

**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 Guar gum Futures:

Contract	+/-	Open	High	Low	Close
Oct-11	471	12970	13397	12910	13352
Nov-11	518	13068	13450	13023	13450
Dec-11	518	13190	13451	13025	13451
Jan-12	523	13158	13580	13150	13580

Contract	Volume	Change	OI	Change
Oct-11	21365	10540	19910	-1545
Nov-11	19555	11730	20600	-440
Dec-11	5150	2175	7260	1315
Jan-12	260	185	375	65

Spread	Oct-11	Nov-11	Dec-11	Jan-12
Basis	948	850	849	720
Oct-11	-	98	99	228
Nov-11	-	-	1	130
Dec-11	-	-	-	129
Jan-12	-	-	-	-

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

NCDEX Stocks	Demat	In-Process	Total	FED
	08.10.11	08.10.11	08.10.11	03.10.1
Bikaner	134	0	134	60
Jodhpur	18546	40	18586	1004
Nokha	3079	0	3079	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
		10-10-2011	08-10-2011	
Guar Seed				
	Jodhpur (Delivery)	4625	4500	125
	Jodhpur (Loose)	4240	4100	140
	Bikaner (Loose)	4300	4200	100
	Bikaner (Delivery)	4470	4370	100
	Nokha	4100	4000	100
	Hanumangarh	-	-	-
	Sri-Ganganagar	4345	4300	45
	Adampur	4450	4400	50
	Sirsa	4450	4400	50
	Bhiwani	4350	4200	150
	Deesa	4150	4110	40
	Patan	-	-	-
	Nagaur	3900	3800	100
	Dhabwali (5%)	4350	4325	25
	Dhabwali (10%)	4200	4250	-50
Guar Gum	Jodhpur	14300	13200	900
	Bhiwani	13000	13000	Unch
	Dhabwali	13500-13550	13300	250

Prices in Rs./Quintal \*Mill Prices

## Guar Arrivals in Key Centers

Commodity	Centre	Prices (Rs/Qtl)		Change
		10-10-2011	08-10-2011	
Guar Seed	Jodhpur	-	-	-
	Bikaner	150	50	100
	Nokha	100	50	50
	Hanumangarh	-	-	-
	Sri-Ganganagar	1000	-	-
	Adampur	450	800	-350
	Sirsa	50-100	200	-100
	Bhiwani	500-600	500	100
	Deesa	180	170	10
	Nagaur	150	140	10
	Dhabwali	50	-	-
	All India	8000-10000	-	-

Arrivals in bags

## Guar By - Products Prices: (As of October 10<sup>th</sup>)

### Churi and Korma Prices:

Commodity	Centre	Price (Rs/Qtl)
Churi	Jodhpur	707
Korma	Jodhpur	893

### Guar Export Prices:

Commodity	Variety	Value (\$/MT)
Guargum Split		2950
Guargum Powder	200 Mesh 5000 CPS	3950
	200 Mesh 3500 CPS	3900
Guargum Meal		225

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