

Fundamentals:

Guar seed and Guar gum prices witnessed steady to firm sentiments as demand improved at lows. Millers and exporters liked lower pricing of feed stock and gum prices which may restrict downside. Prices were also firm after being influenced by covering of shorts in the futures counter. However, traders added that after the Diwali arrivals are expected to pick up which may pull the markets lower. However, production estimates remains lower which may continue to support prices at lows. Crop is in the flowering stage and harvest has started in certain producing regions. Better weather conditions may support harvest of the crop.

Futures Market:

NCDEX **Guarseed** October 2011 contract finished firm at Rs.4604 per qtl, an increase of Rs.42 per qtl over previous close 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.

NCDEX **Guargum** November 2011 contract finished firm at Rs.13380 per qtl, higher by Rs.189 per qtl against previous close. Rise in open interest along with prices indicate that an uptrend is in place and is likely to be sustained.

Weather Update:

According to IMD, dry weather conditions would persist over Rajasthan, Gujarat and Haryana for next week.

Outlook:

Guar prices are expected to remain range bound to weak on higher anticipation of arrivals. However in the longer run prices may still see new highs lower carry-out stocks and lower production estimates.

NCDEX Guarseed Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Oct-11	42	4575	4614	4537	4604
Nov-11	43	4141	4208	4137	4186
Dec-11	21	4093	4131	4086	4109
Jan-12	20	4130	4165	4130	4150

NCDEX Guargum Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Oct-11	156	13120	13285	13004	13226
Nov-11	189	13200	13428	13143	13380
Dec-11	111	13175	13337	13145	13290
Jan-12	74	13300	13400	13252	13400

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Oct-11	63610	-102310	109500	-3710
Nov-11	71540	-12930	70350	-4120
Dec-11	30350	-13610	88900	250
Jan-12	1120	-1470	6650	10

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Oct-11	6830	-4190	15015	-2105
Nov-11	12575	455	24870	2165
Dec-11	2865	-465	9340	305
Jan-12	70	-70	570	25

Spread	Oct-11	Nov-11	Dec-11	Jan-12
Basis	-454	-36	41	-
Oct-11	-	-418	-495	-454
Nov-11	-	-	-77	-36
Dec-11	-	-	-	41
Jan-12	-	-	-	-

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

Spread	Oct-11	Nov-11	Dec-11	Jan-12
Basis	274	120	210	100
Oct-11	-	154	64	174
Nov-11	-	-	-90	20
Dec-11	-	-	-	110
Jan-12	-	-	-	-

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

NCDEX Stocks	Demat	In-Process	Total	FED
	12.10.11	12.10.11	12.10.11	10.10.11
Bikaner	33106	0	33106	11568
Deesa	2198	100	2298	139
Jodhpur	16011	10	16021	2806
Nokha	1616	0	1616	1238

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

Unit in MT

NCDEX Stocks	Demat	In-Process	Total	FED
	12.10.11	12.10.11	12.10.11	10.10.11
Bikaner	134	0	134	60
Jodhpur	18329	84	18413	2729
Nokha	2954	0	2954	1012

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

Unit in MT

Guar Prices at Key Spot Markets:

13	Centre	Prices (Rs/Qtl)		Change
		13-10-2011	12-10-2011	
Guar Seed	Jodhpur (Delivery)	4625-4650	4500	137
	Jodhpur (Loose)	4150	4100	50
	Bikaner (Loose)	4225	4200	25
	Bikaner (Delivery)	4375	4350	25
	Nokha	4020	4000	20
	Hanumangarh	-	-	-
	Sri-Ganganagar	4050	4000	50
	Adampur	Closed	4300	-
	Sirsa	4400	4300	100
	Bhiwani	4475	4450	25
	Deesa	4080-4090	4065-4070	18
	Patan	-	-	-
	Nagaur	4025	4000	25
	Dhabwali (5%)	4300	4300	Unch
	Dhabwali (10%)	4160	4150	10
Guar Gum	Jodhpur	13500	13200-13300	250
	Bhiwani	13200	13200	Unch
	Dhabwali	13300	13200	100

Prices in Rs./Quintal *Mill Prices

Guar Arrivals in Key Centers

Commodity	Centre	Prices (Rs/Qtl)		Change
		13-10-2011	12-10-2011	
Guar Seed	Jodhpur	-	-	-
	Bikaner	200	150-200	Unch
	Nokha	200-300	150-200	100
	Hanumangarh	-	-	-
	Sri-Ganganagar	1500	3000	-1500
	Adampur	Closed	800-900	-
	Sirsa	200	150-200	Unch
	Bhiwani	800-900	500-600	300
	Deesa	180-190	130	60
	Nagaur	200	300	-100
	Dhabwali	100	100	Unch
	All India	15000	15000	Unch

Arrivals in bags

Guar By - Products Prices: (As of October 13th)
Churi and Korma Prices:

Commodity	Centre	Price (Rs/Qtl)
Churi	Jodhpur	700
Korma	Jodhpur	873

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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