

Fundamentals:

Guar seed and Guar gum prices remained weak on higher fresh arrivals. Traders added that arrival will continue to increase which may lead to prices falling to Rs.3500/Qtl. Prices continue to be influenced by the weak futures counter. However, traders and millers are still unsure of the production estimates this year which has restricted downtrend which is usually expected this time every year. Traders continue to report crop losses due to unfavorable weather during vegetative to flowering growth phase. However, favorable weather conditions in the next week or so will favour harvest of the crop.

Futures Market:

Both open interest and prices are falling for **Guar seed October contract** which indicates long liquidation and suggest a possible trend reversal in near future. Volume has declined to 44,840, lower by 25,300 against previous trading day.

Rise in open interest amidst falling prices of **Guar gum November contract** suggest that the new money is coming through the short sellers and a downtrend is in place. Volume of trade has increased to 15,195, up by 3,845 against previous trading day.

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	-6	4625	4625	4576	4603
Nov-11	-11	4155	4177	4110	4135
Dec-11	16	4065	4113	4052	4084
Jan-12	15	4095	4149	4095	4122

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Oct-11	44840	-25300	89960	-9880
Nov-11	59200	-5320	71460	-1190
Dec-11	30830	-2100	85280	-2210
Jan-12	1020	-730	6900	240

Spread	Oct-11	Nov-11	Dec-11	Jan-12
Basis	-553	-85	-34	-72
Oct-11	-	-468	-519	-481
Nov-11	-	-	-51	-13
Dec-11	-	-	-	38
Jan-12	-	-	-	-

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

NCDEX Stocks	Demat 14.10.11	In-Process 14.10.11	Total 14.10.11	FED 10.10.11
Bikaner	32997	99	33096	11568
Deesa	2278	110	2388	139
Jodhpur	16020	40	16060	2806
Nokha	1616	188	1804	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 Guar gum Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Oct-11	-126	13081	13165	12801	12975
Nov-11	-82	13259	13367	12981	13178
Dec-11	-42	13111	13300	13020	13111
Jan-12	-46	13350	13350	13120	13240

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Oct-11	8855	-1245	7895	-3075
Nov-11	15195	3845	30530	2625
Dec-11	2865	405	10290	95
Jan-12	130	-25	660	10

Spread	Oct-11	Nov-11	Dec-11	Jan-12
Basis	425	222	289	160
Oct-11	-	203	136	265
Nov-11	-	-	-67	62
Dec-11	-	-	-	129
Jan-12	-	-	-	-

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

NCDEX Stocks	Demat 14.10.11	In-Process 14.10.11	Total 14.10.11	FED 10.10.11
Bikaner	134	0	134	60
Jodhpur	18299	69	18368	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:

Commodity	Centre	Prices (Rs/Qtl)		Change
		15-10-2011	14-10-2011	
Guar Seed	Jodhpur (Delivery)	4575	4600	-25
	Jodhpur (Loose)	4050	4150	-100
	Bikaner (Loose)	4200	4225	-25
	Bikaner (Delivery)	4350	4375	-25
	Nokha	3925	3975	-50
	Hanumangarh	-	-	-
	Sri-Ganganagar	3950	4000	-50
	Adampur (Old)	4400	4500	-100
	Adampur (New)	3962	4000	-38
	Sirsa (Old)	4400	4500	-100
	Sirsa (New)	3950	4000	-50
	Bhiwani	4350	4400	-50
	Deesa	4067	4082	-15
	Patan	-	-	-
	Nagaur	4000	4000	Unch
	Dhabwali (5%)	4200	4250	-50
	Dhabwali (10%)	4050	4100	-50
Guar Gum	Jodhpur	13400	13200	200
	Bhiwani	13000	13000	Unch
	Dhabwali	13000	13200	-200

Prices in Rs/Quintal *Mill Prices

Guar Arrivals in Key Centers

Commodity	Centre	Arrivals		Change
		15-10-2011	14-10-2011	
Guar Seed	Jodhpur	-	-	-
	Bikaner (New)	250	200	50
	Bikaner (Old)	200	200	Unch
	Nokha (New)	700	400	300
	Hanumangarh	-	-	-
	Sri-Ganganagar (New)	1500	1600	-100
	Adampur (Old)	700	600	100
	Adampur (New)	500	600	-100
	Sirsa (New)	150-200	150	50
	Bhiwani (New)	400	700	-300
	Deesa	170	160-165	5
	Nagaur (New)	200	200	Unch
	Dhabwali (New)	300-400	300	100
	All India	20000	20000	Unch

Arrivals in bags

Guar by - products prices: (As of October 15th)
Churi and Korma Prices:

Commodity	Center	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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