

Fundamentals:

Guar seed and Guar gum prices remained steady to firm as millers and exporters were buying in the market. However lack of fresh arrivals in the trading centers also supported prices at lows. Fresh arrivals may start after the festival of Deepavali. Cash markets were also influenced by fresh buying in the futures counter on Friday. In the long run prices may find support at 3800-4000/ql levels as production estimates from traders is much lower at 11.17 lakh tonnes compared to 11.50 lakh tonnes for India due to late sowing and crop losses expectations in the latter stages of sowing due to unfavorable weather.

Futures Market:

Falling open interest and rising prices for **Guar seed November and Guar gum November contracts** are indicating that the short sellers are covering their positions and the upmove will not be sustained unless new buyers enter the market.

Weather Update:

Dry weather condition in Rajasthan, Haryana and Gujarat will support harvest.

Outlook:

Guar prices are expected to remain range bound. Higher arrivals after Deepavali may restrict upside. 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
Nov-11	69	4065	4140	4055	4128
Dec-11	69	4028	4108	4028	4095
Jan-12	78	4070	4147	4070	4139
Feb-12	88	4147	4195	4147	4187

NCDEX Guargum Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Nov-11	206	12967	13206	12925	13130
Dec-11	237	12904	13140	12861	13082
Jan-12	208	13032	13284	12982	13199
Feb-12	197	13005	13300	13005	13300

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Nov-11	112420	37280	67790	-4220
Dec-11	65590	26680	96650	4970
Jan-12	4520	620	8590	550
Feb-12	160	-180	2640	-

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Nov-11	10880	615	37030	-5
Dec-11	4145	280	14315	270
Jan-12	315	130	765	35
Feb-12	35	30	125	5

Spread	Nov-11	Dec-11	Jan-12	Feb-12
Basis	-178	-145	-189	-237
Nov-11	-	-33	11	59
Dec-11	-	-	44	92
Jan-12	-	-	-	48
Feb-12	-	-	-	-

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

Spread	Nov-11	Dec-11	Jan-12	Feb-12
Basis	70	118	1	-100
Nov-11	-	-48	69	170
Dec-11	-	-	117	218
Jan-12	-	-	-	101
Feb-12	-	-	-	-

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

NCDEX Stocks	Demat 19.10.11	In-Process 19.10.11	Total 19.10.11	FED 17.10.11
Bikaner	34624	0	34624	11538
Deesa	2627	0	2627	139
Jodhpur	16178	108	16286	2806
Nokha	2245	0	2245	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 19.10.11	In-Process 19.10.11	Total 19.10.11	FED 17.10.11
Bikaner	134	0	134	60
Jodhpur	16900	0	16900	2393
Nokha	2820	0	2820	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
		21-10-2011	20-10-2011	
Guar Seed	Jodhpur (Delivery)	4350	4350	Unch
	Jodhpur (Loose)	3950	3950-4000	Unch
	Bikaner (Loose)	4090	4075-4085	5
	Bikaner (Delivery)	4240	4225-4235	5
	Nokha	4050	4045	5
	Hanumangarh	3850	3850	Unch
	Sri-Ganganagar	4200	3975-4000	200
	Adampur (New)	4460	4400	60
	Sirsa (New)	4420	4400	20
	Bhiwani	4350	4300	50
	Deesa	4070	4040-4045	25
	Patan	-	-	-
	Nagaur	4033	3985-3990	43
	Dhabwali (5%)	4300	4235-4240	60
	Dhabwali (10%)	4140	4085-4090	50
Guar Gum	Jodhpur	13200	13200	Unch
	Bhiwani	12900	12600	300
	Dhabwali	13200	13100	100

Guar Arrivals in Key Centers

Commodity	Centre	Arrivals (in bags)		Change
		21-10-2011	20-10-2011	
Guar Seed	Jodhpur	-	-	-
	Bikaner (New)	25	100	-75
	Bikaner (Old)	75	100	-25
	Nokha (New)	500	500	Unch
	Hanumangarh	500	1200	-700
	Sri-Ganganagar (New)	1500	200-250	1250
	Adampur (Old)	400	500	-100
	Adampur (New)	1200	1000	200
	Sirsa (New)	400	300	100
	Bhiwani (New)	2000	1500-1700	300
	Deesa	120-125	160	35
	Nagaur (New)	1900	500	1400
	Dhabwali (New)	20-25	20-25	Unch
	All India	18000-20000	15000-20000	Unch

Guar by - products prices: (As of October 21st)
Churi and Korma Prices:

Commodity	Center	Rs/Qtl
Churi	Jodhpur	680
Korma	Jodhpur	833

Guar Export Prices:

Commodity	Variety	Value (\$/MT)
Guargum Split		2900
Guargum Powder	200 Mesh 5000 CPS	3900
	200 Mesh 3500 CPS	3850
Guargum Meal		225

Guarseed Prices and Arrivals at Other Markets in Rajasthan: As on 21st October 2011

Market	Rs/Qtl	Arrival in Quintals
Alwar	3400	5
Khairthal	3920	62
Nohar	4160	15
Pilibanga	4191	76
Sadulshahar	3900	58
Suratgarh	3925	17
Jaipur	3950	Nil
Kotputli	3100	5
Degana	3800	38
Kuchaman City	3740	63
Neem Ka Thana	2900	3
Sikar	3000	NR
Anoopgarh	3781	83
Gajsinghpur	4050	21
Gharsana	3881	15
Jaitsar	4000	71
Kesrisinghpur	3800	3
Padampur	3852	30
Raisingh Nagar	4051	135
Rawla	3726	12
Ridhmalsar	3900	3
Srivijaynagar	4121	13
Udaipur	3450	2

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