

**Fundamentals:**

Guar Gum and Guar seed prices have increased in various spot markets on Saturday. Lesser arrivals and moderate demand support the prices of Guar gum and Guar seed. Meanwhile lack of fresh arrivals in the trading centers also supported prices at lows. Prices have increased in Jodhpur market owing to fewer arrivals. It is noticeable that 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/qrtl 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:**

Increasing open interest with price increase suggests that participants have increased their positions in the market for front month contract in Guar seed. However, volume has not supported the price increase. However, market participants have short covered their positions which suggest that market participants are not supporting the prices at higher level.

**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	5	4135	4170	4055	4133
Dec-11	-18	4105	4132	4028	4077
Jan-12	-8	4135	4175	4070	4127
Feb-12	43	4187	4234	4147	4203

Volumes and OI in Lots				
Contract	Volume	Change	OI	Change
Nov-11	81870	-30550	70240	2450
Dec-11	65420	-170	111700	15050
Jan-12	4190	-330	9800	1210
Feb-12	300	140	2750	110

Spread	Nov-11	Dec-11	Jan-12	Feb-12
Basis				
Nov-11				
Dec-11				
Jan-12				
Feb-12				

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

NCDEX Stocks	Demat	In-Process	Total	FED
	21.10.11	21.10.11	21.10.11	17.10.11
Bikaner	34624	10	34634	11538
Deesa	2627	0	2627	139
Jodhpur	16286	0	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 Guargum Futures (Prices in Rs/Qtl)					
Contract	+/-	Open	High	Low	Close
Nov-11	3	13100	13380	12925	13156
Dec-11	37	13001	13400	12861	13129
Jan-12	109	13230	13440	12982	13209
Feb-12	108	13400	13500	13005	13300

Volumes and OI in Lots				
Contract	Volume	Change	OI	Change
Nov-11	16080	5200	35680	-1350
Dec-11	6755	2610	15120	805
Jan-12	510	195	880	115
Feb-12	40	5	150	25

Spread	Nov-11	Dec-11	Jan-12	Feb-12
Basis				
Nov-11				
Dec-11				
Jan-12				
Feb-12				

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

NCDEX Stocks	Demat	In-Process	Total	FED
	21.10.11	21.10.11	21.10.11	17.10.11
Bikaner	134	0	134	60
Jodhpur	16846	0	16846	2393
Nokha	2750	0	2750	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
		22-10-2011	21-10-2011	
Guar Seed	Jodhpur (Delivery)	4500	4350	+150
	Jodhpur (Loose)	4100	3950	+150
	Bikaner (Loose)	4140	4090	+50
	Bikaner (Delivery)	4320	4240	+80
	Nokha	4000	4050	-50
	Hanumangarh	-	3850	-
	Sri-Ganganagar	4400	4200	200
	Adampur (New)	4560	4460	+100
	Sirsa (New)	4420	4420	Unch
	Bhiwani	4450	4350	+100
	Deesa	4065	4070	-5
	Patan	-	-	-
	Nagaur	4110	4033	+77
	Dhabwali (5%)	4300	4300	Unch
	Dhabwali (10%)	4140	4140	Unch
Guar Gum	Jodhpur	13500	13200	+300
	Bhiwani	13700	12900	+800
	Dhabwali	13200	13200	Unch

**Guar Arrivals in Key Centers**

Commodity	Centre	Arrivals (in bags)		Change
		22-10-2011	21-10-2011	
Guar Seed	Jodhpur	-	-	-
	Bikaner (New)	100	25	+75
	Bikaner (Old)	100	75	+25
	Nokha (New)	500	500	Unch
	Hanumangarh	-	500	-
	Sri-Ganganagar (New)	2000	1500	+500
	Adampur (Old)	400	400	-100
	Adampur (New)	1500	1200	+300
	Sirsa (New)	400	400	Unch
	Bhiwani (New)	2500	2000	+500
	Deesa	130	120-125	-5
	Nagaur (New)	300	1900	-1600
	Dhabwali (New)	20-25	20-25	Unch
	All India	18000-20000	18000-20000	Unch

**Guar by - products prices: (As of October 22<sup>nd</sup>)**
**Churi and Korma Prices:**

Commodity	Center	Rs/Qtl
Churi	Jodhpur	490
Korma	Jodhpur	660

**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 21<sup>st</sup> 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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