

**Fundamentals:**

Guar Gum and Guar seed moved higher amid higher arrivals in the markets on Friday. Demand from millers and exporters remained firm. However market participants say that Friday's markets moved higher as stockiest started buying. Market participants also added that stockiest's were quoting at a higher prices compared to other market participants. However mixed reports have come in regarding production estimates. Certain traders believe that production will be 10 lakh tonnes or 10 million bags compared to 1.5 lakh tonnes or 15 million bags initially. However certain traders believe that even though area is lower due to delayed sowing guar seed production this year is estimated to be 1.4 million tonnes (14 million bags) compared to 1.2 million tonnes (12 million bags) last year.

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**Futures Market:**

Rise in open interest along with prices for **Guar seed December contract** indicate that an uptrend is in place and is likely to be sustained. Volume of trade has supported the upside in prices.

Falling open interest and rising prices for **Guar gum November contract** 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 supported the upside in prices.

**Outlook:**

Guar prices are expected to remain range bound to firm on buying activity from millers, exporters and stockiest. 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	126	4346	4473	4283	4461
Dec-11	110	4250	4373	4205	4355
Jan-12	102	4335	4450	4283	4431
Feb-12	93	4403	4510	4291	4485

**NCDEX Guargum Futures (Prices in Rs/Qtl)**

Contract	+/-	Open	High	Low	Close
Nov-11	306	13524	13840	13390	13779
Dec-11	323	13451	13940	13451	13900
Jan-12	365	14043	14080	13605	14070
Feb-12	413	13700	14168	13700	14168

**Volumes and OI in Lots**

Contract	Volume	Change	OI	Change
Nov-11	182930	87350	83760	7470
Dec-11	169540	62860	155630	18540
Jan-12	23380	5920	21530	3620
Feb-12	1210	430	3310	180

**Volumes and OI in Lots**

Contract	Volume	Change	OI	Change
Nov-11	19325	7050	29570	-1785
Dec-11	13670	6515	16055	105
Jan-12	1795	1010	2125	540
Feb-12	50	30	185	20

Spread	Nov-11	Dec-11	Jan-12	Feb-12
Basis	-311	-205	-281	-335
Nov-11	-	-106	-30	24
Dec-11	-	-	76	130
Jan-12	-	-	-	54
Feb-12	-	-	-	-

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

Spread	Nov-11	Dec-11	Jan-12	Feb-12
Basis	221	100	-70	-168
Nov-11	-	121	291	389
Dec-11	-	-	170	268
Jan-12	-	-	-	98
Feb-12	-	-	-	-

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

NCDEX Stocks	Demat	In-Process	Total	FED
	27.10.11	27.10.11	27.10.11	24.10.11
Bikaner	33920	0	33920	11380
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 Stocks	Demat	In-Process	Total	FED
	27.10.11	27.10.11	27.10.11	24.10.11
Bikaner	94	0	94	60
Jodhpur	16037	0	16037	2175
Nokha	2361	0	2361	888

**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
		28-10-2011	27-10-2011	
Guar Seed	Jodhpur (Delivery)	4700	Closed	-
	Jodhpur (Loose)	4150	Closed	-
	Bikaner (Loose)	4400	Closed	-
	Bikaner (Delivery)	4550	Closed	-
	Nokha	4200	Closed	-
	Hanumangarh	4200	Closed	-
	Sri-Ganganagar	4500	Closed	-
	Adampur (New)	4950	Closed	-
	Sirsa (New)	4800	Closed	-
	Bhiwani	4700	Closed	-
	Deesa	Closed	Closed	-
	Patan	-	-	-
	Nagaur	4200	Closed	-
	Dhabwali (5%)	4400	Closed	-
	Dhabwali (10%)	4500	Closed	-
Guar Gum	Jodhpur	14000	Closed	-
	Bhiwani	13800	Closed	-
	Dhabwali	13900	Closed	-

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**Guar Arrivals in Key Centers**

Commodity	Centre	Arrivals (in bags)		Change
		28-10-2011	27-10-2011	
Guar Seed	Jodhpur	-	-	-
	Bikaner (New)	150	Closed	-
	Nokha (New)	500	Closed	-
	Hanumangarh	400	Closed	-
	Sri-Ganganagar (Old)	500	Closed	-
	Adampur (New)	5000	Closed	-
	Sirsa (New)	1000	Closed	-
	Bhiwani (New)	12000-13000	Closed	-
	Deesa	Closed	Closed	-
	Nagaur (New)	600	Closed	-
	Dhabwali (New)	200	Closed	-
	All India	35000-40000	Closed	-

**Guar by - products prices: (As of October 28<sup>th</sup>)**
**Churi and Korma Prices:**

Commodity	Center	Rs/Qtl
Churi	Jodhpur	700
Korma	Jodhpur	893

**Guar Export Prices:**

Commodity	Variety	Value (\$/MT)
Guargum Split		3000
Guargum Powder	200 Mesh 5000 CPS	4000
	200 Mesh 3500 CPS	3950
Guargum Meal		225

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