

Fundamentals:

Guar Gum and Guar seed continued to surge higher on Saturday supported by firm demand from millers and exporters. Stockiest also continued buying in the market. Traders believe that production will be 12.5 lakh tonnes or 12.5 million bags compared to 1.5 lakh tonnes or 15 million bags initially even though area is lower due to delayed sowing. Cash markets were also influenced by the firm futures counter which has gained 8% over the last 3 sessions.

Page | 1

Futures Market:

Rise in open interest along with prices for **Guar seed December contract** indicates that an uptrend is in place and is likely to be sustained. Volume has supported today's upside in prices.

Falling open interest and rising prices **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 has not supported today's 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	88	4469	4556	4465	4546
Dec-11	128	4370	4488	4365	4485
Jan-12	136	4457	4573	4433	4568
Feb-12	123	4483	4623	4483	4621

NCDEX Guar gum Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Nov-11	360	13878	14155	13810	14125
Dec-11	385	13985	14279	13921	14265
Jan-12	402	14099	14450	14090	14450
Feb-12	557	14338	14477	13681	14477

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Nov-11	135700	-47230	73310	-10210
Dec-11	139520	-30020	168400	12520
Jan-12	21790	-1590	27520	5990
Feb-12	630	-580	3400	90

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Nov-11	12890	-6435	28300	-1270
Dec-11	10495	-3175	15360	-680
Jan-12	2960	1165	3135	1000
Feb-12	60	10	225	40

Spread	Nov-11	Dec-11	Jan-12	Feb-12
Basis	-246	-185	-268	-321
Nov-11	-	-61	22	75
Dec-11	-	-	83	136
Jan-12	-	-	-	53
Feb-12	-	-	-	-

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

Spread	Nov-11	Dec-11	Jan-12	Feb-12
Basis	375	235	50	23
Nov-11	-	140	325	352
Dec-11	-	-	185	212
Jan-12	-	-	-	27
Feb-12	-	-	-	-

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

NCDEX Stocks	Demat	In-Process	Total	FED
	28.10.11	28.10.11	28.10.11	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
	28.10.11	28.10.11	28.10.11	24.10.11
Bikaner	94	0	94	60
Jodhpur	15997	0	15997	2175
Nokha	2162	0	2162	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
		29-10-2011	28-10-2011	
Guar Seed	Jodhpur (Delivery)	5000	4700	300
	Jodhpur (Loose)	4300	4150	150
	Bikaner (Loose)	4600	4400	200
	Bikaner (Delivery)	4750	4550	200
	Nokha	4400	4200	200
	Hanumangarh	4400	4200	200
	Sri-Ganganagar	4800	4500	300
	Adampur (New)	5100	4950	150
	Sirsa (New)	5000	4800	200
	Bhiwani	4950	4700	250
	Deesa	Closed	Closed	-
	Patan	-	-	-
	Nagaur	4300	4200	100
	Dhabwali (5%)	4700	4400	300
	Dhabwali (10%)	4800	4500	300
Guar Gum	Jodhpur	14500	14000	500
	Bhiwani	14200	13800	400
	Dhabwali	14200	13900	300

Page | 2

Guar Arrivals in Key Centers

Commodity	Centre	Arrivals (in bags)		Change
		29-10-2011	28-10-2011	
Guar Seed	Jodhpur	-	-	-
	Bikaner (New)	150	150	Unch
	Nokha (New)	500	500	Unch
	Hanumangarh	400-500	400	100
	Sri-Ganganagar (Old)	500	500	Unch
	Adampur (New)	8000	5000	3000
	Sirsa (New)	3000	1000	2000
	Bhiwani (New)	3000	12000-13000	-10000
	Deesa	Closed	Closed	-
	Nagaur (New)	500-600	600	Unch
	Dhabwali (New)	250	200	50
	All India	25000-30000	35000-40000	-10000

Guar by - products prices: (As of October 29th)
Churi and Korma Prices:

Commodity	Center	Rs/Qtl
Churi	Jodhpur	733
Korma	Jodhpur	933

Guar Export Prices:

Commodity	Variety	Value (\$/MT)
Guargum Split		3100
Guargum Powder	200 Mesh 5000 CPS	4200
	200 Mesh 3500 CPS	4150
Guargum Meal		225

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