

Fundamentals:

Guar Gum and Guar seed continued to remain steady to firm on Monday supported by firm demand from millers and exporters. Markets were also supported by reported of crop being delayed in Rajasthan due to delayed sowing. Markets were also supported by reports of 5-10% moisture content in the fresh crop in Haryana and Punjab. Currently crop is in maturity to harvest stage and farmers will start harvest in Rajasthan. Meanwhile crop in Gujarat is pod formation to maturity stage. Traders were expecting that this Rajasthan overall produce less at 60 quintal/Bhiga compared to the usual 80 quintal/Bhiga. Production estimates from traders has come down to 90-95 million bags or 9 or 9.5 lakh tonnes.

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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.

Futures Market:

Rise in open interest amidst falling prices for **Guar seed December contract** suggest that the new money is coming through the short sellers and a downtrend is in place. Volume of trade has supported today's downtrend in prices.

As both open interest and prices are falling for **Guar gum November contract** indicating long liquidation and suggest a possible trend reversal in near future. Volume of trade has supported today's downtrend in prices.

NCDEX Guarseed Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Nov-11	-75	4560	4589	4424	4470
Dec-11	-68	4524	4524	4382	4411
Jan-12	-55	4566	4595	4466	4502
Feb-12	-21	4624	4624	4529	4556

NCDEX Guargum Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Nov-11	-332	14145	14169	13641	13730
Dec-11	-343	14299	14390	13705	13880
Jan-12	-321	14449	14492	13973	14084
Feb-12	-336	14416	14577	14131	14141

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Nov-11	163790	28090	71140	-1940
Dec-11	214350	74830	176140	7780
Jan-12	34390	12600	35220	7700
Feb-12	910	280	3490	90

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Nov-11	21600	8710	25855	-2445
Dec-11	14400	3905	15875	510
Jan-12	2535	-425	3750	635
Feb-12	120	60	225	-5

Spread	Nov-11	Dec-11	Jan-12	Feb-12
Basis	30	89	-2	-56
Nov-11	-	-59	32	86
Dec-11		-	91	145
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	770	620	416	359
Nov-11	-	150	354	411
Dec-11		-	204	261
Jan-12			-	57
Feb-12				-

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

NCDEX Stocks	Demat	In-Process	Total	FED
	29.10.11	29.10.11	29.10.11	24.10.11
Bikaner	33602	0	33602	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
	29.10.11	29.10.11	29.10.11	24.10.11
Bikaner	45	0	45	60
Jodhpur	15849	0	15849	2175
Nokha	2161	0	2161	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
		31-10-2011	29-10-2011	
Guar Seed	Jodhpur (Delivery)	4950	5000	-50
	Jodhpur (Loose)	4500	4300	200
	Bikaner (Loose)	4750	4550	200
	Bikaner (Delivery)	4900	4700	200
	Nokha	4473	4400	73
	Hanumangarh	4600	4400	200
	Sri-Ganganagar	4380	4800	-420
	Adampur (New)	5070	5100	-30
	Sirsa (New)	5000	5000	Unch
	Bhiwani	5000	4950	50
	Deesa	Closed	Closed	-
	Patan	-	-	-
	Nagaur	4550	4300	250
	Dhabwali (5%)	4900	4700	200
	Dhabwali (10%)	5000	4800	200
Guar Gum	Jodhpur	14500	14500	Unch
	Bhiwani	15000	14200	800
	Dhabwali	14500	14200	300

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Guar Arrivals in Key Centers

Commodity	Centre	Arrivals (in bags)		Change
		31-10-2011	29-10-2011	
Guar Seed	Jodhpur	-	-	-
	Bikaner (Old)	500	150	350
	Nokha (Old)	850	500	350
	Hanumangarh	500	400-500	Unch
	Sri-Ganganagar (Old)	500	500	Unch
	Adampur (New)	6000	8000	-2000
	Sirsa (New)	1000	3000	-2000
	Bhiwani (New)	2500-3000	3000	Unch
	Deesa	Closed	Closed	-
	Nagaur (New)	700-800	500-600	200
	Dhabwali (New)	250-300	250	Unch
	All India	20000-25000	25000-30000	-5000

Guar by - products prices: (As of October 31st)
Churi and Korma Prices:

Commodity	Center	Rs/Qtl
Churi	Jodhpur	733
Korma	Jodhpur	933

Guar Export Prices:

Commodity	Variety	Value (\$/MT)
Guargum Split		3200
Guargum Powder	200 Mesh 5000 CPS	4150
	200 Mesh 3500 CPS	4100
Guargum Meal		225

Guar Seed Prices at Other Spot Markets (Rajasthan): As on 31st October 2011

Market Center	Rs/Qtl	Arrivals in Qtls
Bijatnagar	3850	36
Bayana	2900	1
Khajuwala	3500	56
Loonkarnsar	4605	62
Ratangarh	4520	32
Jaipur	4000	731
Balotra	2900	109
Barmer	4340	10
Jaitaran	4075	170
Deedwana	4100	33
Degana	4525	235
Jhunjhunu	4000	69
Kuchaman City	4634	142
Merta City	4350	463
Nawalgarh	4800	10
Sikar	4631	241
SriMadhopur	3400	53
Anoopgarh	4475	763
Gajsinghpur	4700	729
Gharsana	4774	78
Jaitsar	4862	720
Kersrisinghpur	4381	7
Padampur	4294	1580
Raisingh Nagar	4661	1655
Rawla	4391	244
Ridhmalsar	4740	36
Srikananpur	3991	31
Srivijaynagar	4470	562
Banswara	3400	Nil

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