

Fundamentals:

Guar prices surged higher on Friday supported by reports of firm demand from millers and exporters. Prices also moved higher influenced by firm counter on Friday. Lower carry-out stock and lower production also supported today's uptrend. Meanwhile, Pakistan guar seed crop estimates have come down significantly due to excess of rains in the Sindh province. The country produced between 20-25 lakh bags or 2-2.5 million bags last year. This year the estimates have come down by 50% and may only produce 10 lakh bags or 1 million bags. Unfavourable weather in the September and October caused damage to the crop. This might keep the prices higher in the long run and short supply in Pakistan may prompt buyers like China and U.S to come to India.

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Outlook:

Guar prices are expected to remain range bound to weak in the next week on higher fresh arrival anticipation. In the longer run prices may still see new highs lower carry-out stocks and lower production estimates.

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 also supported today's uptrend.

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. However, volume of trade has supported today's uptrend.

NCDEX Guarseed Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Nov-11	20	4542	4598	4533	4556
Dec-11	43	4465	4539	4457	4502
Jan-12	46	4549	4626	4546	4593
Feb-12	67	4624	4679	4600	4679

NCDEX Guargum Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Nov-11	244	13921	14220	13880	14151
Dec-11	269	14015	14360	14003	14269
Jan-12	263	14224	14505	14192	14440
Feb-12	73	14434	14538	14429	14429

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Nov-11	134840	21520	62630	960
Dec-11	182730	77090	190870	3040
Jan-12	33720	9190	46620	4400
Feb-12	1730	1120	3630	-90

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Nov-11	15785	7605	18020	-2320
Dec-11	16170	8400	14320	-1065
Jan-12	1175	455	4010	165
Feb-12	15	-25	235	-

Spread	Nov-11	Dec-11	Jan-12	Feb-12
Basis	-6	48	-43	-129
Nov-11	-	-54	37	123
Dec-11	-	-	91	177
Jan-12	-	-	-	86
Feb-12	-	-	-	-

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

Spread	Nov-11	Dec-11	Jan-12	Feb-12
Basis	599	481	310	321
Nov-11	-	118	289	278
Dec-11	-	-	171	160
Jan-12	-	-	-	-11
Feb-12	-	-	-	-

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

NCDEX Stocks	Demat	In-Process	Total	FED
	02.11.11	02.11.11	02.11.11	31.10.11
Bikaner	33254	0	33254	11290
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
	02.11.11	02.11.11	02.11.11	31.10.11
Bikaner	45	0	45	45
Jodhpur	14034	0	14034	3201
Nokha	1897	0	1897	878

NB: FED expiry for Bikaner, Jodhpur and 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
		04-11-2011	03-11-2011	
Guar Seed	Jodhpur (Delivery)	5025-5050	5000	50
	Jodhpur (Loose)	4500-4600	4450-4500	100
	Bikaner (Loose)	4725	4660-4675	50
	Bikaner (Delivery)	4875	4810-4825	50
	Nokha	4632	4500	132
	Hanumangarh	4600	4450	150
	Sri-Ganganagar	4840	4770-4780	60
	Adampur (New)	4970-4980	4920-4925	55
	Sirsa (New)	4970-4980	4900	80
	Bhiwani	4900	4750	150
	Deesa	4445-4450	4265-4270	180
	Patan	-	-	-
	Nagaur	4600	4600	Unch
	Dhabwali (5%)	5000	4850	150
	Dhabwali (10%)	5100	4950	150
Guar Gum	Jodhpur	14700-14800	14450-14500	300
	Bhiwani	14350	14000	350
	Dhabwali	15200	15000	200

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Guar Arrivals in Key Centers

Commodity	Centre	Arrivals (Quintals)		Change
		04-11-2011	03-11-2011	
Guar Seed	Jodhpur	-	-	-
	Bikaner (Old + New)	300+500	200+800	-200
	Nokha (Old)	1900	1950	-50
	Hanumangarh	1000	500	500
	Sri-Ganganagar (Old)	1200	1000	200
	Adampur (New)	10000	8000	2000
	Sirsa (New)	2000	600	1400
	Bhiwani (New)	5500	6000-7000	-1500
	Deesa	130	135-140	-10
	Nagaur (New)	300	700-800	-500
	Dhabwali (New)	500	500	Unch
	All India	55000-60000	55000-60000	Unch

Guar by - products prices: (As of November 04th)
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 04th November 2011

Market Center	Rs/Qtl	Arrivals in Qtls
Beawar	3950	166
Alwar	4200	13
Bayana	4400	5
Khairthal	4500	309
Kherli	4201	15
Khajuwala	4600	224
Loonkarnsar	4740	92
Sardar Shahar	4800	200
Sujangarh	4550	5
Bhadra	4910	793
Goluwala	4739	123
Nohar	4832	1740
Rawatsar	4823	131
Sadulshahar	4691	241
Sangria	4760	441
Suratgarh	4650	307
Bandikui	3825	3
Jaipur	3950	50
Kishangarh Renwal	4500	223
Jaitaran	4132	177
Sumerpur	4147	44
Bundi	3877	5
Chirawa	4625	51
Deedwana	4400	10
Fatehpur	4625	187
Jhunjhunu	4500	92
Kuchaman City	4400	36
Nawalgarh	4700	39
Sikar	4560	265
Srimadhampur	4500	133
Anoopgarh	4701	1234
Gajsinghpur	4690	712
Gharsana	4693	604
Jaitsar	4703	502
Kersisinghpur	4661	155
Padampur	4040	1141
Raisingh Nagar	4791	1050
Rawla	4729	435
Ridhmalsar	3826	77
Srivijaynagar	4668	287
Udaipur	3700	Nil

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