

Fundamentals:

Guar prices fell heavily on Saturday as arrivals remained higher thorough all centers in India. Millers and exporters have come down due to higher prices and may want to wait till further decline in prices. Prices also moved lower influenced by weak counter on Saturday. Crop is in harvest stage in Rajasthan and Haryana. Meanwhile crop is in late maturity to early harvest stage. Traders say that arrivals will increase in the week and may restrict upside. However lower carry-out and production estimates will lend support at lower levels.

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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:

NCDEX Guarseed December 2011 contract finished significantly down by 2.26 per cent against previous settlement. Rise in open interest amidst falling prices suggest that the new money is coming through the short sellers and a downtrend is in place. Volume has declined to 164,440, lower by 18,290 against previous trading day.

NCDEX Guargum November 2011 contract finished weak against previous close price. As both open interest and prices are falling, it indicates long liquidation and suggests a possible trend reversal in near future. Volume has declined to 11,915, lower by 3,870 against previous trading day.

NCDEX Guarseed Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Nov-11	-94	4565	4569	4427	4465
Dec-11	-102	4505	4505	4371	4402
Jan-12	-104	4595	4595	4460	4492
Feb-12	-120	4625	4638	4528	4541

NCDEX Guargum Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Nov-11	-174	14180	14215	13740	13970
Dec-11	-257	14260	14335	13890	13991
Jan-12	-260	14321	14474	14083	14190
Feb-12	-183	14555	14555	14280	14284

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Nov-11	114520	-20320	62240	-330
Dec-11	164440	-18290	193390	2490
Jan-12	39230	5510	49870	3250
Feb-12	950	-780	3710	90

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Nov-11	11915	-3870	16225	-1775
Dec-11	11600	-4570	15450	1130
Jan-12	1855	680	4525	520
Feb-12	50	35	245	5

Spread	Nov-11	Dec-11	Jan-12	Feb-12
Basis	-65	-2	-92	-141
Nov-11	-	-63	27	76
Dec-11	-	-	90	139
Jan-12	-	-	-	49
Feb-12	-	-	-	-

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

Spread	Nov-11	Dec-11	Jan-12	Feb-12
Basis	630	609	410	316
Nov-11	-	21	220	314
Dec-11	-	-	199	293
Jan-12	-	-	-	94
Feb-12	-	-	-	-

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

NCDEX Stocks	Demat 04.11.11	In-Process 04.11.11	Total 04.11.11	FED 31.10.11
Bikaner	33254	0	33254	11290
Deesa	2627	20	2647	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 04.11.11	In-Process 04.11.11	Total 04.11.11	FED 31.10.11
Bikaner	45	0	45	45
Jodhpur	13211	0	13211	3201
Nokha	1746	0	1746	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
		05-11-2011	04-11-2011	
Guar Seed	Jodhpur (Delivery)	5000	5025-5050	-50
	Jodhpur (Loose)	4400	4500-4600	-200
	Bikaner (Loose)	4570	4725	-150
	Bikaner (Delivery)	4720	4875	-155
	Nokha	4500	4632	-132
	Hanumangarh	4700	4820	-120
	Sri-Ganganagar	4690	4800	-110
	Adampur (New)	4950	4970-4980	-30
	Sirsa (New)	4950	4970-4980	-30
	Bhiwani	4800	4900	-100
	Deesa	4400-4420	4445-4450	-30
	Patan	-	-	-
	Nagaur	4500	4600	-100
	Dhabwali (5%)	4800	5000	-200
	Dhabwali (10%)	4900	5100	-200
Guar Gum	Jodhpur	14600	14700-14800	-200
	Bhiwani	14000	14350	-350
	Dhabwali	15000	15200	-200

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Guar Arrivals in Key Centers

Commodity	Centre	Arrivals (Quintals)		Change
		05-11-2011	04-11-2011	
Guar Seed	Jodhpur	-	-	-
	Bikaner (Old + New)	1000	300+500	500
	Nokha (Old)	1900	1900	Unch
	Hanumangarh	600	550	50
	Sri-Ganganagar (Old)	1100	1050	50
	Adampur (New)	7000	10000	-3000
	Sirsa (New)	600	2000	-1400
	Bhiwani (New)	5000-5500	5500	Unch
	Deesa	130-135	130	5
	Nagaur (New)	800	300	500
	Dhabwali (New)	500-600	500	100
	All India	75000-80000	55000-60000	20000

Guar by - products prices: (As of November 05th)
Churi and Korma Prices:

Commodity	Center	Rs/Qtl
Churi	Jodhpur	700
Korma	Jodhpur	867

Guar Export Prices:

Commodity	Variety	Value (\$/MT)
Guargum Split		3150
Guargum Powder	200 Mesh 5000 CPS	4100
	200 Mesh 3500 CPS	4050
Guargum Meal		225

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