

**Fundamentals:**

Guar prices surged higher on Saturday's trade. However prices remained volatile owing to mixed sentiments prevailing in the market. Firstly, harvesting of guar crop is in full swing in Rajasthan and Haryana and weather remains friendly for crop harvesting. Harvesting in Gujarat will start in another week. Secondly, expectation of good guar gum exports may keep the downturn capped. Weaker rupee against the dollar may aide exports as well. New crop arrivals (all India basis) totaled at 75,000-80,000 bags (1 bag =100Kg) compared to 65,000-70,000 against previous day's arrival. Millers are active buyers in the market. Millers are also actively buying stock on fear of lower production and lower carry-out stocks for 2011-12. However, traders added that Ruchi Soya is releasing stocks in the market and traders also added that they might be booking profits after the prices has moved higher over the last 2 weeks.

**Outlook:**

Both guar seed and guar gum prices are expected to remain range bound to firm on firm demand and lack of arrivals in coming days. Lower production estimate, lower carry-in stocks may support the prices in medium to long term.

**Futures Market:**

Rise in open interest along with prices for **NCDEX Guarseed December contract** indicate that an uptrend is in place and is likely to be sustained. Falling open interest and rising prices for **NCDEX Guargum December contract** is indicating that the short sellers are covering their positions and the upmove will not be sustained unless new buyers enter the market.

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

Contract	+/-	Open	High	Low	Close
Dec-11	131	4336	4471	4321	4471
Jan-12	134	4438	4576	4426	4576
Feb-12	136	4524	4666	4520	4666
Mar-12	138	4672	4737	4600	4537

**Volumes and OI in Lots**

Contract	Volume	Change	OI	Change
Dec-11	173970	26880	160230	3030
Jan-12	48510	19810	79790	3220
Feb-12	1990	-660	6390	830
Mar-12	240	-40	1070	110

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	-171	-276	-366	-237
Dec-11	-	105	195	66
Jan-12	-	-	90	-39
Feb-12	-	-	-	-129
Mar-12	-	-	-	-

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

NCDEX Stocks	Demat	In-Process	Total	FED
	18.11.11	18.11.11	18.11.11	14.11.11
Bikaner	31305	0	31305	26230
Deesa	2498	0	2498	40
Jodhpur	15548	0	15548	11248
Nokha	2244	0	2244	1238

**NB:** FED expiry for Bikaner, Jodhpur and Nokha is the sum of 05-Dec-2011 and 05-Jan-2012 and Deesa is the sum of 05-Jan-2012 and 05-Feb-2012.

**Unit in MT**

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

Contract	+/-	Open	High	Low	Close
Dec-11	412	13709	14132	13676	14132
Jan-12	435	13875	14424	13875	14350
Feb-12	423	14170	14519	14160	14519
Mar-12	429	14350	14705	14350	14705

**Volumes and OI in Lots**

Contract	Volume	Change	OI	Change
Dec-11	10115	-1845	16670	-275
Jan-12	4675	385	14760	635
Feb-12	425	-15	960	165
Mar-12	25	5	85	5

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	168	-50	-219	-405
Dec-11	-	218	387	573
Jan-12	-	-	169	355
Feb-12	-	-	-	186
Mar-12	-	-	-	-

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

NCDEX Stocks	Demat	In-Process	Total	FED
	18.11.11	18.11.11	18.11.11	14.11.11
Bikaner	45	0	45	45
Jodhpur	10523	159	10682	2462
Nokha	1187	0	1187	1162

**NB:** FED expiry for Bikaner and Jodhpur is the sum of 05-Dec-2011 and 05-Jan-2012 and for Nokha is the sum of 05-Jan-2012 and 05-Feb-2012.

**Unit in MT**

**Guar Prices at Key Spot Markets:**

Commodity	Centre	Prices (Rs/Qtl)		Change
		19-11-2011	18-11-2011	
Guar Seed	Jodhpur (Delivery)	4700	4650	50
	Jodhpur (Loose)	4300	4100	200
	Bikaner (Loose)	4410	4280-4300	110
	Bikaner (Delivery)	4560	4430-4450	110
	Nokha	4350	4245	105
	Hanumangarh	4450	4350	100
	Sri-Ganganagar	4450	4351	99
	Adampur (New)	4625	4525	100
	Sirsa (New)	4600	4500	100
	Bhiwani	4600	4500	100
	Deesa	4105	4100	5
	Nagaur	4300	4200	100
	Dhabwali (5%)	4500	4400	100
	Dhabwali (10%)	4600	4500	100
Guar Gum	Jodhpur	14300	14100	200
	Bhiwani	14300	14200	100
	Dhabwali	14600	14500	100

**Guar Arrivals in Key Centers (New Crop)**

Commodity	Centre	Arrivals (Quintals)		Change
		19-11-2011	18-11-2011	
Guar Seed	Jodhpur	Nil	Nil	-
	Bikaner	3000	3500	-500
	Nokha	4500	4300	200
	Hanumangarh	1000	1100	-100
	Sri-Ganganagar	1500	1900	-400
	Adampur	3000	3500	-500
	Sirsa	2000	1000	1000
	Bhiwani	14000-15000	3000	12000
	Deesa	120	150	-30
	Nagaur	1000	800	200
	Dhabwali	1000	500-600	400
	All India	75000-80000	65000-70000	10000

**Guar by - products prices: As of November 19<sup>th</sup> 2011**
**Churi and Korma Prices:**

Commodity	Center	Rs/75kg
Churi	Jodhpur	575
Korma	Jodhpur	750

**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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