

Fundamentals:

Guar prices continued the uptrend on Monday's supported by decline in arrivals in major centers in Rajasthan and Haryana. Harvesting of guar crop is in full swing in North and West Rajasthan and weather remains supportive. Harvesting is also in full swing in Haryana. Harvesting in Gujarat will start in another week. Export demand and millers demand remained firm. Weak rupee against the dollar may aide exports. Indian rupee ended at 51.7165 against the US Dollar in Monday. However sources added that with prices of raw materials (guar seed, guar gum, Churi and Korma) rising margins for millers may decline and slow down demand which may restrict upside. New crop arrivals (all India basis) totaled at 70,000-75,000 bags (1 bag =100Kg) compared to 75,000-80,000 bags against previous day's arrival.

Outlook:

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

Futures Market:

Falling open interest and rising prices for **NCDEX Guarseed 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. Volume of trade has supported Monday's rise in prices. Rise in open interest along with prices for **NCDEX Guar gum January contract** indicate that an uptrend is in place and is likely to be sustained. Volume of trade has increased to 18,265, up by 13,590 against previous trading day.

NCDEX Guarseed Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Dec-11	137	4460	4648	4425	4608
Jan-12	127	4594	4754	4531	4703
Feb-12	135	4650	4846	4556	4801
Mar-12	130	4718	4901	4659	4867

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Dec-11	368660	194690	136150	-24220
Jan-12	125310	76800	79110	-820
Feb-12	11540	9550	10450	3910
Mar-12	860	620	1100	30

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	-108	-203	-301	-367
Dec-11	-	95	193	259
Jan-12	-	-	98	164
Feb-12	-	-	-	66
Mar-12	-	-	-	-

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

NCDEX Stocks	Demat	In-Process	Total	FED
	19.11.11	19.11.11	19.11.11	14.11.11
Bikaner	31245	0	31245	26230
Deesa	2498	0	2498	40
Jodhpur	15548	0	15548	11248
Nokha	2245	0	2245	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 Guar gum Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Dec-11	273	14130	14556	13903	14405
Jan-12	312	14342	14770	14076	14610
Feb-12	417	14450	14984	14281	14900
Mar-12	295	14600	15000	14516	15000

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Dec-11	24125	14010	16025	-640
Jan-12	18265	13590	16955	2200
Feb-12	835	410	1105	150
Mar-12	75	50	100	15

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	695	490	200	100
Dec-11	-	205	495	595
Jan-12	-	-	290	390
Feb-12	-	-	-	100
Mar-12	-	-	-	-

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

NCDEX Stocks	Demat	In-Process	Total	FED
	19.11.11	19.11.11	19.11.11	14.11.11
Bikaner	45	0	45	45
Jodhpur	10631	100	10731	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
		21-11-2011	19-11-2011	
Guar Seed	Jodhpur (Delivery)	4800	4700	100
	Jodhpur (Loose)	4500	4300	200
	Bikaner (Loose)	4670	4410	260
	Bikaner (Delivery)	4820	4560	260
	Nokha	4550	4350	200
	Hanumangarh	4600	4450	150
	Sri-Ganganagar	4500	4450	50
	Adampur (New)	4700	4625	75
	Sirsa (New)	4700	4600	100
	Bhiwani	4650	4600	50
	Deesa	4150	4105	45
	Nagaur	4400	4300	100
	Dhabwali (5%)	4600	4500	100
	Dhabwali (10%)	4700	4600	100
Guar Gum	Jodhpur	15100	14300	800
	Bhiwani	14800	14300	500
	Dhabwali	15000	14600	400

Guar Arrivals in Key Centers (New Crop)

Commodity	Centre	Arrivals (Quintals)		Change
		21-11-2011	19-11-2011	
Guar Seed	Jodhpur	Nil	Nil	-
	Bikaner	6000	3000	3000
	Nokha	4000	4500	-500
	Hanumangarh	650	1000	-450
	Sri-Ganganagar	1200	1500	-300
	Adampur	2000	3000	-1000
	Sirsa	2000	2000	Unch
	Bhiwani	10000	14000-15000	-5000
	Deesa	130	120	10
	Nagaur	700-800	1000	-200
	Dhabwali	800	1000	-200
	All India	70000-75000	75000-80000	-5000

Guar by - products prices: As of November 21st 2011
Churi and Korma Prices:

Commodity	Center	Rs/75kg
Churi	Jodhpur	600
Korma	Jodhpur	775

Guar Export Prices:

Commodity	Variety	Value (\$/MT)
Guargum Split		3200
Guargum Powder	200 Mesh 5000 CPS	4200
	200 Mesh 3500 CPS	4150
Guargum Meal		225

Guar Prices at Other Centers: As of November 21st 2011

State	Market Center	Arrivals	Minimum Price	Maximum Price	Modal Price
		Tonnes	Rs/Quintal		
Gujarat	Rapar	19.5	3605	4300	4150
	Vadgam	9.5	4105	4230	4168
Rajasthan	Anoopgarh	115.1	4120	4455	4288
	Balotra	23.02	3800	3950	3875
	Gajsinghpur	335	4240	4397	4350
	Jhunjhunu	401	4200	4350	4300
	Kesrisinghpur	30.4	4355	4526	4460
	Loonkarnsar	1375	4000	4390	4195
	Raisingh Nagar	235	3300	4444	4410
	Sri Karanpur	29.6	4230	4301	4279
	Tonk	18	4146	4225	4200
	Udaipur	0.9	500	1000	750
Uttar Pradesh	Fatehpur	13.7	4100	4200	4150

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