

Fundamentals:

Markets surged higher on Tuesday's trade as cash counter was influenced by buying in the futures counter. However, millers and exporters demand has weakened due to higher prices of raw material like guar seed, guar gum. This has caused the margins to decline for millers and sources added that till prices of raw material come down demand from smaller millers and exporters will be weak. Trades added that peak arrival season has started for guar and fresh crop arrivals may restrict further upside in market. Traders also added that reports about the levy of 20 per cent export duty on guar gum is only requested by market speculator Ruchi Soya as the company wants to buy at a lower cost. New crop arrivals (all India basis) totaled at 150,000 bags (1 bag =100Kg) compared to 125,000 bags previous day.

Futures Market:

Steady open interest along with rising prices for **NCDEX Guarseed December contract** suggests a possible trend reversal in near future. 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.

Outlook:

Both guar seed and guar gum prices may continue to move up influenced by the futures counter. Lower production estimate and lower carry-in stocks may continue to support price.

NCDEX Guarseed Futures (Prices in Rs/Qtl)

Contract	+/-	Open	High	Low	Close
Dec-11	203	5061	5255	5060	5255
Jan-12	206	5160	5354	5155	5354
Feb-12	210	5270	5444	5268	5444
Mar-12	213	5350	5518	5350	5518

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Dec-11	332220	61030	105320	-
Jan-12	153020	31550	90710	7850
Feb-12	10040	2940	14000	340
Mar-12	470	-170	1430	50

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	45	-54	-144	-218
Dec-11	-	99	189	263
Jan-12	-	-	90	164
Feb-12	-	-	-	74
Mar-12	-	-	-	-

NB: Spread was done by taking all paid prices (Rs/Quintal) of Jodhpur markets.

NCDEX Stocks	Demat 27.11.11	In-Process 27.11.11	Total 27.11.11	FED 27.11.11
Bikaner	24812	0	24812	17861
Deesa	2498	20	2518	40
Jodhpur	14424	0	14424	11091
Nokha	2114	0	2114	1437

NB: FED expiry for Bikaner, Jodhpur, Nokha 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	629	15770	16346	15760	16346
Jan-12	637	15980	16555	15950	16555
Feb-12	598	16200	16754	16200	16707
Mar-12	606	16680	16771	16652	16771

Volumes and OI in Lots

Contract	Volume	Change	OI	Change
Dec-11	13960	375	13090	-285
Jan-12	16015	3315	19735	675
Feb-12	615	-190	1850	215
Mar-12	25	15	130	5

Spread	Dec-11	Jan-12	Feb-12	Mar-12
Basis	54	-155	-307	-371
Dec-11	-	209	361	425
Jan-12	-	-	152	216
Feb-12	-	-	-	64
Mar-12	-	-	-	-

NB: Spread was done by taking prices (Rs/Quintal) of Jodhpur markets.

NCDEX Stocks	Demat 27.11.11	In-Process 27.11.11	Total 27.11.11	FED 27.11.11
Bikaner	-	-	-	-
Jodhpur	9729	326	10055	1989
Nokha	878	0	878	668

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

Unit in MT

Guar Prices at Key Spot Markets (New and Old)

Commodity	Centre	Prices (Rs/Qtl)		Change
		29-11-2011	28-11-2011	
Guar Seed	Jodhpur (Delivery)	5300	5150	150
	Jodhpur (Loose)	4900	4800	100
	Bikaner (Loose)	4850	4850	Unch
	Bikaner (Delivery)	5000	5000	Unch
	Nokha	4650	4648	2
	Hanumangarh	4900	4920	-20
	Sri-Ganganagar	4853	4850	3
	Adampur	5050-5060	4950	110
	Sirsa	5100	4950	150
	Bhiwani	5000	4950-5000	Unch
	Deesa (Old)	4670-4700	4660-4670	30
	Deesa (New)	4820-4850	4810-4820	30
	Nagaur	4660	4661	-1
	Dhabwali (5%)	5050	5000	50
	Dhabwali (10%)	5100	4950	150
Guar Gum	Jodhpur	16400	15900	500
	Bhiwani	16300	16000	300
	Dhabwali	16500	16200	300

Guar Arrivals in Key Centers (New + Old Crop)

Commodity	Centre	Arrivals (Quintals)		Change
		29-11-2011	28-11-2011	
Guar Seed	Jodhpur	250	200	50
	Bikaner	6000-7000	14000	-7000
	Nokha	4500	8350	-3850
	Hanumangarh	622	1125	-503
	Sri-Ganganagar	1913	2147	-234
	Adampur	10000	7000-8000	2000
	Sirsa	8000	4000	4000
	Bhiwani	8000-10000	10000	Unch
	Deesa (Old)	150	100	50
	Deesa (New)	160-170	180	-10
	Nagaur	1500	1577	-77
	Dhabwali	1500-2000	1000	1000
	All India	150000	125000	25000

Guar by - products prices: As of November 29th 2011
Churi and Korma Prices:

Commodity	Center	Rs/75kg
Churi	Jodhpur	545
Korma	Jodhpur	745

Guar Export Prices:

Commodity	Variety	Value (\$/MT)
Guargum Split		3500
Guargum Powder	200 Mesh 5000 CPS	4500
	200 Mesh 3500 CPS	4400
Guargum Meal		225

Guar Prices at Other Centers (Rajasthan): As of November 29th, 2011

Market Center	Rs/Quintal	Quintals
Beawar	4575	503
Bijaynagar	4500	148
Kishangarh	4526	193
Newai	4350	59
Alwar	4350	1252
Bayana	4450	272
Bharatpur	4456	40
Kama	4552	2
Khairthal	4750	309
Kherli	4550	170
Nadbai	4450	7
Nagar	4400	24
Dungargarh	4780	422
Loonkarnsar	4775	977
Ratargarh	4750	660
Sadulpur	4650	2001
Sujargarh	4700	824
Bhadra	4805	1000
Goluwala	4860	215
Nohar	4915	6585
Pilibanga	4834	533
Rawatsar	4870	810
Sadulshahar	5000	860
Sangria	4770	685
Suratgarh	4780	1128
Chaksu	4650	46
Chomu	4550	462
Dausa	4395	153
Jaipur	4500	1098
Kishangarh Renwal	4600	390
Lalsot	4350	49
Balotra	4600	149
Bhinmal	4705	11
Bilara	4400	498
Jaitaran	4538	203
Sojat Road	4570	66
Sumerpur	4050	150
Phalodi	4800	403
Bundi	4513	18
Anoopgarh	4783	1009
Gajsinghpur	4850	306
Gharsana	4791	1557
Jaitsar	4800	370
Kersrisinghpur	4800	184
Padampur	4741	710
Raisingh Nagar	4850	1375
Rawla	4510	186
Ridhmalsar	4809	207
Srikaranpur	4851	283
Srivijaynagar	4662	929
Fateh Nagar	4700	106
Udaipur	3850	13

Guar Prices at Other Centers (Gujarat): As of November 29th, 2011

Market Center	Arrivals	Minimum Price	Maximum Price	Modal Price
	Tonnes	Rs/Quintal		
Bhiloda	1	3500	3750	3700
Mansa	6.3	4000	4660	4625
Rapar	37	4675	4735	4725
Talod	133	4075	4755	4415

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