

## **RANTEC GUAR REPORT, NOVEMBER 2, 2011**

New seed arrivals have started in India. Pakistan is expected to follow at the end of Nov assuming continued dry weather. Prices are up over the past week due to strong demand for new seed arrivals coupled with tight raw material availability and steady export demand. The mood in India is bullish with the expectation that 2012 demand will be a repeat of 2011. i.e., up approx 3.5X vs. the long term average of 2005-2009.

If the manufacturers and speculators feel the crop is large enough to create excess seed, we may see softening in late December or as soon as current orders are covered and warehouses begin to fill. If not, they will continue to buy at almost any price.

Rantec will be in India November 5 and will give a full crop report soon after.