

GUAR SEED and GUAR GUM

September 01, 2005

MAJOR ACTIVITY HIGHLIGHTS

- Guar seed and gum slipped
- Guar vayda fell down

TECHNICAL ANALYSIS

Commodity: **Guar Seed**
 Perspective: Very Short Term
 NCDEX October Contract

Guar seed futures at NCDEX witnessed range bound trade and closed slightly lower than previous close. October future contract at NCDEX traded in range of Rs.2117-2310 per quintal.

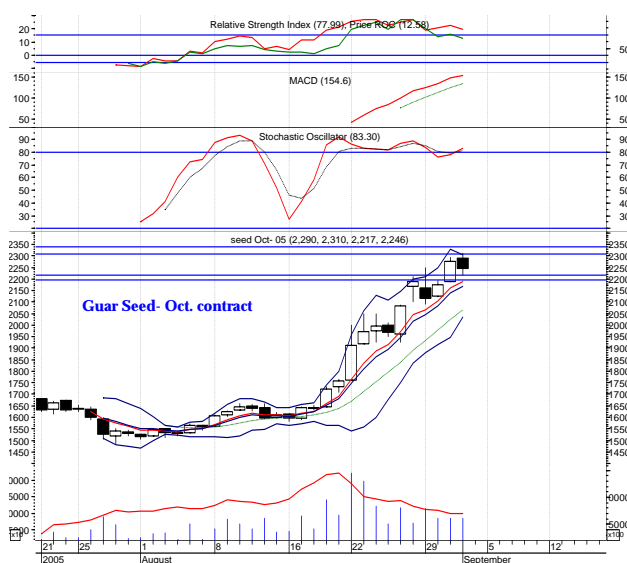
Technical indicators are indicating further firmness in the market.

Market outlook:

Guar seed prices are expected to open weaker/steady and trade range bound downward initially and slightly upward thereafter. Trade with very short-term outlook.

Support and Resistance level for Guar Seed :

Contract	Support		Resistance	
	1st	2nd	1st	2nd
Sept.	2126	2103	2198	2226
Oct.	2217	2194	2308	2341



Commodity: **Guar Gum**
 Perspective: Very Short Term
 NCDEX October Contract

Guar gum futures at NCDEX slipped slightly amid speculative selling and finished the day at lower level. Guar gum October contract witnessed the trade in the range of Rs.6075-6333 per quintal.

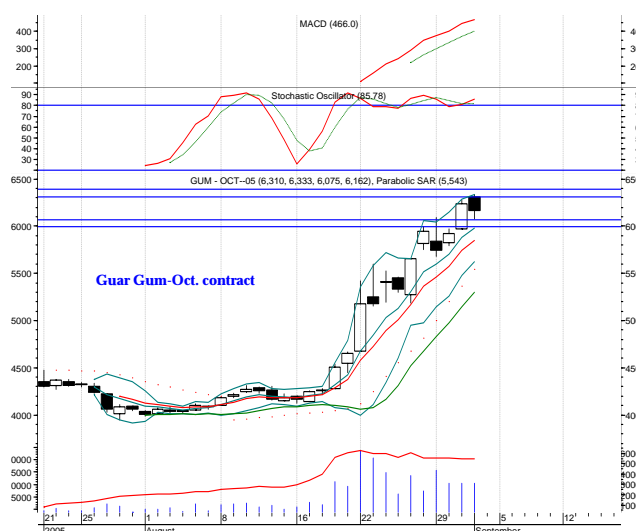
Technical indicators are expecting slight upward moves tomorrow.

Market outlook:

Guar gum is expected to open weaker/steady and trade downward with range bound initially and upward thereafter tomorrow. Trade with short-term outlook.

Support and Resistance level for Guar Gum:

Contract	Support		Resistance	
	1st	2nd	1st	2nd
Sept.	5918	5838	6161	6227
Oct.	6068	5998	6314	6394



MARKET COMMENTARY OF MAJOR MARKETS

Guar seed futures at NCDEX opened firm and traded range bound with large fluctuation throughout the day and closed slightly lower at the end. On the other hand, cash markets witnessed comparatively smaller fluctuation but closed slightly lower. Bikaner line 98% whitish guar seed was sold at Rs.2150 per quintal during evening in Jodhpur market. Bikaner market also slipped and guar seed was sold at Rs.2050 per quintal.

Guar gum futures at NCDEX fell slightly today. Physical markets followed the same and guar gum was available at Rs.5900 per quintal today evening though it touched Rs.6050 per quintal during day.

In the absence of any hope of rain in Rajasthan, prices of guar seed and guar gum are touching new highs everyday and market sentiments are firm yet. Traders are expecting further hike in prices but now chances are there to witness range bound, or even slightly upward trade for next 2-3 days and come downward thereafter during next week. New arrival of guar crop (around 400 bags per day) from Ganganagar are being sold at Rs.1925 per quintal.

Commodity	Centres	31.08.05	01.09.05	Change
Guar Seed	Bikaner	2100	2050	-50
	Jodhpur-B line	2200	2150	-50
	Jodhpur-M line	2150	2110	-40
	Nokha	2000	1925-50	-50
Guar Gum:		5900	5900	0

BIKANER GUAR VAYDA

Guar Prices at Bikaner Vayda

Contract	Prev. Close	Open	Close	Change
Sep.	352	352.6	352.6	+0.6
Nov.	-	354	353.5	-

Price movements at Bikaner Vayda

Bikaner September guar vayda today opened firm at 352.6, witnessed range bound trade throughout the day and closed also at 352.6, up by Rs.3 per quintal from previous close. New November contract was started which opened at 354 and closed at 353.5, down by Rs.2.5 per quintal.

Salient points of the day

Guar seed as well as guar gum slipped slightly.

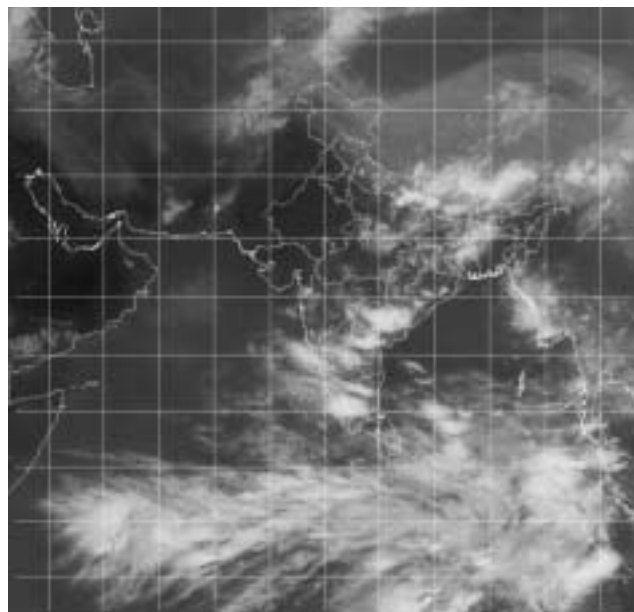
Mainly dry weather is expected over NW regions of the country during next 2-3 days.

Prices are expected to open weaker/steady and witness range bound downward trade initially and upward thereafter.

WEATHER HIGHLIGHTS (01-09-05)

Mainly dry weather is likely to prevail over most parts of the northwest India especially western Rajasthan (GOI).

Satellite Image Showing Latest Cloud Cover
(IMD, 8:30PM)



EXCHANGE RATE

Country/Continent	Currency	Value in Rupees
USA	Dollar	44.12
United Kingdom	GBP	79.53
European Union	Euro	54.38
Japan	100 Yen	39.81

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