

GUAR SEED and GUAR GUM

November 15, 2005

MAJOR ACTIVITY HIGHLIGHTS

- **Guar Physical Market: Recovered Previous Losses**
- **Guar Futures: Settled Up Amid Rangebound Trade**

TECHNICAL ANALYSIS

Commodity: Guar Seed
Perspective: Very Short Term
NCDEX December Contract

Candlestick: Formation of candlesticks is showing a bullish pattern and steady to firm opening.

Stochastic: The %K-line after cutting the %D-line from above moving downwards in the normal region, hinting further downtrend.

MACD: The MACD (5-day) has made a bearish crossover with its EMA and moving downwards, supporting the weakness in the market.

Alignment pattern: The alignment pattern of moving averages is still supporting the downward movement.

Market outlook:

Guar seed futures are expected to trade upwards following a steady to firm opening with possibility of some downwards movement early in the session. Trade with very-short term outlook.

Support and Resistance Level for Guar Seed:

Contract	Support		Resistance	
	1st	2nd	1st	2nd
Nov.	1672	1665	1705	1718
Dec.	1727	1715	1773	1785



Commodity: Guar Gum
Perspective: Very Short Term
NCDEX December Contract

Candlestick: Formation of candlestick is showing a bullish pattern and steady to firm opening.

Stochastic: The %K-line after cutting the %D-line from above moving downwards in the normal region, showing further downtrend.

MACD: The MACD (5-day) has made a bearish crossover with its EMA in the positive territory, supporting the weakness in the market.

Alignment pattern: The alignment pattern of moving averages is still supporting the downward movement.

Market outlook:

Guar gum futures are likely to trade upwards following a steady to firm opening with possibility of some downwards movement early in the session. Trade with very-short term outlook.

Support and Resistance Level for Guar Gum:

Contract	Support		Resistance	
	1st	2nd	1st	2nd
Nov.	4500	4482	4590	4615
Dec.	4588	4565	4680	4711



SALIENT POINTS OF THE DAY

Guar seed and gum futures finished up and pared some of the early losses.

Mainly dry weather prevailed over guar growing regions.

Prices are likely to move upwards with possibility of some downward movement early in the session.

MARKET COMMENTARY

GUAR SEED:

The guar seed futures at the NCDEX retraced back from yesterday's weakness following a weak opening today. Moderate buying support at the lower price levels has underpinned the upside movement in the guar seed futures prices during today's trade. The December future traded in the range of 1709.00-1739.00 today. At the spot markets also guar seed was quoted slightly higher at Rs 1740-1745 per quintal in Jodhpur market at the evening session of trade. At the Bikaner market it was offered at a moderately higher price of Rs 1650 per quintal, while at the Nokha market it was traded at a higher price of Rs 1590-1595 per quintal today. At the Sriganganagar market it was available at a slightly higher price of Rs 1565-1570 per quintal, while at the Shiwani market it was quoted much higher at Rs 1560-1565 per quintal today.

GUAR GUM:

The guar gum futures at the NCDEX recovered back from yesterday's weakness during today's trade after a weak opening. The guar gum futures moved upwards on a moderate buying support at the lower price levels. The December future traded in the range of 4550.00-4617.00 today. At the spot markets also guar gum was quoted higher at Rs 4525-4550 per quintal in Jodhpur market at the evening session of trade.

PHYSICAL MARKET SENTIMENTS:

The guar physical markets recovered some of the losses made yesterday after morning weakness. The prices of both the guar seed as well as guar gum was quoted higher today as against yesterday. Moderate buying interest and consequent uptrend in the guar futures has supported the recovery at the physical markets. The crop arrivals at the major physical markets remained slightly lower today as against yesterday. The crop arrivals at the major markets are fast picking up and consequently the prices are facing a downtrend in the coming days. However, for a long-term perspective the prices are likely to remain at a higher

territory, which is encouraging the long-term buyers to enter the market even at the present levels. Under such circumstances the prices of both the guar seed and guar gum are expected to move upwards with possibility of some downward movement early in the session.

Guar Prices at Major Markets in Rajasthan/Haryana

(Rs./quintal)

Commodity	Centres	15.11.05	14.11.05	Change
Guar Seed	Bikaner	1650	1630-1640	+10
	Jodhpur-B line	1740-1745	1730	+15
	Jodhpur-M line	1720	1710	+10
	Nokha	1590-1595	1575-1580	+15
	Sriganganagar	1565-1570	1560-1565	+5
Guar Gum	Shiwani	1560-1565	1530-1535	+30
	Jodhpur	4525-4550	4500-4525	+25

BIKANER GUAR VAYDA

Guar Prices at Bikaner Vayda

Contract	Prev. Close	Open	Close	Change
Nov.	363.60	-	-	-
Jan.	347.90	-	-	-

Price Movements at Bikaner Vayda

The Bikaner vayda remained closed today.

WEATHER HIGHLIGHTS (15-11-05)

Favourable dry weather is prevailing over major guar growing regions of Rajasthan, Haryana and Gujarat.

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