

GUAR SEED and GUAR GUM

November 25, 2005

MAJOR ACTIVITY HIGHLIGHTS

- Guar Physical Market: Steady with Bearish Undertone
- Guar Futures: Settled Down Amid Rangebound Trade

TECHNICAL ANALYSIS

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



Chart Indicators:

Candlesticks: Slightly bearish, steady-weak opening
MACD: Bearish, entered negative region
Stochastic: Bearish, %K crossed %D from above
Overall: Moderately bearish

Market Outlook:

Guar seed futures are expected to trade moderately downwards following a steady to weak opening initially and upwards thereafter. Trade with intraday outlook.

Supports & Resistances - Guar Seed:

Contract	Supp 1	Supp 2	Res 1	Res 2
Dec.	1723	1715	1748	1757
Jan.	1773	1761	1809	1822

Intraday Trade Recommendations:

Buy December Guar Seed at 1725 with **target** of 1740, then 1745. **Stop loss** at 1720.

Do not carry forward the position until the next day.

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



Chart Indicators:

Candlesticks: Slightly bearish, weak opening
MACD: Bearish, negative crossover likely
Stochastic: Bearish, %K crossed %D from above
Overall: Moderately bearish

Market Outlook:

Guar gum futures are likely to trade moderately downwards following a steady to weak opening initially and upwards thereafter. Trade with intraday outlook.

Supports & Resistances - Guar Gum:

Contract	Supp 1	Supp 2	Res 1	Res 2
Dec.	4652	4633	4709	4725
Jan.	4749	4727	4814	4836

Intraday Trade Recommendations:

Buy December Guar Gum at 4665 with **target** of 4685, then 4695. **Stop loss** at 4650.

Do not carry forward the position until the next day.

SALIENT POINTS OF THE DAY

Guar seed and gum futures finished lower amidst range bound trade today.

Mainly dry weather prevailed over guar growing regions.

Prices are likely to move moderately downwards following a weak opening initially and upwards thereafter.

MARKET COMMENTARY

GUAR SEED:

The guar seed futures at the NCDEX traded slightly upwards following a steady opening initially and downwards thereafter. The guar seed futures settled with some losses in final action. The December future traded in a narrow range of 1732.00-1747.00 today. At the spot markets guar seed was quoted slightly lower at Rs 1745 per quintal in Jodhpur market at the evening session of trade. At the Bikaner market it was offered marginally lower at Rs 1655 per quintal, while at the Nokha market it was available at a steady price of Rs 1590-1595 per quintal today. At the Sriganganagar market it was traded at a higher price of Rs 1605-1610 per quintal, while at the Shiwani market it was quoted steady at Rs 1580-1590 per quintal during today's trade.

GUAR GUM:

The guar gum futures at the NCDEX traded slightly upwards initially after a firm opening and downwards thereafter. The guar gum futures finished lower in final action. The December future traded in the range of 4675.00-4715.00 today. At the spot markets guar gum was available at a lower price of Rs 4600 per quintal in Jodhpur market at the evening session of trade.

PHYSICAL MARKET SENTIMENTS:

The guar physical markets witnessed a range bound trade with a bearish undertone today. The prices of both the guar seed as well as the guar gum were quoted slightly lower today as against yesterday. However, the prices of guar seed remained steady at some markets on a slightly lower arrival today. The prices of both the guar seed and guar gum are fluctuating in a narrow range for the last couple of days on a steady arrival at the major physical markets. The narrow range bound trade at the futures market has also kept the volatility of guar seed and guar gum prices at the physical markets under check. The arrivals are going on with a steady trend. However, any further higher arrival can pressurise the prices well. Under such circumstances the prices of guar seed and guar gum are expected to remain

moderately weak at the early hours of trade and upwards thereafter in the next day.

Guar Prices at Major Markets in Rajasthan/Haryana

(Rs./quintal)

Commodity	Centres	25.11.05	24.11.05	Change
	Bikaner	1655	1660	-5
Guar Seed	Jodhpur-B line	1745	1750	-5
	Jodhpur-M line	1720	1725	-5
	Nokha	1590-1595	1590-1600	-
	Sriganganagar	1605-1610	1600	+10
	Shiwani	1580-1590	1585-1590	-
Guar Gum	Jodhpur	4600	4625	-25

BIKANER GUAR VAYDA

Guar Prices at Bikaner Vayda

Contract	Prev. Close	Open	Close	Change
Jan.	352.30	352.00	351.90	-0.40

Price Movements at Bikaner Vayda

The Bikaner vayda witnessed slight uptrend after a weak opening at the early hours of trade. However, the futures turned downwards thereafter and settled with slight losses in final action today.

WEATHER HIGHLIGHTS (25-11-05)

NORTH Region: Scattered rainfall/snowfall activity is likely to commence over Jammu & Kashmir and Himachal Pradesh from tomorrow which is likely to increase and extend into Uttaranchal subsequently. Isolated to scattered rain/thundershowers also likely over Punjab and Haryana (including Chandigarh & Delhi) on 27th & 28th. Mainly dry weather is likely over the rest region.

WEST Region: Mainly dry weather over the region.

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