

GUAR SEED and GUAR GUM

November 10, 2005

MAJOR ACTIVITY HIGHLIGHTS

- Guar Physical Market: Witnessed Firm Sentiment
- Guar Futures: Slightly Higher; Curbed Early Gains

TECHNICAL ANALYSIS

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

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

Stochastic: The %K-line after cutting the %D-line from below moving sharply upwards in the normal region, indicating further uptrend.

MACD: The MACD (5-day) has made a bullish crossover with its EMA in the negative territory, showing short-term strength in the market.

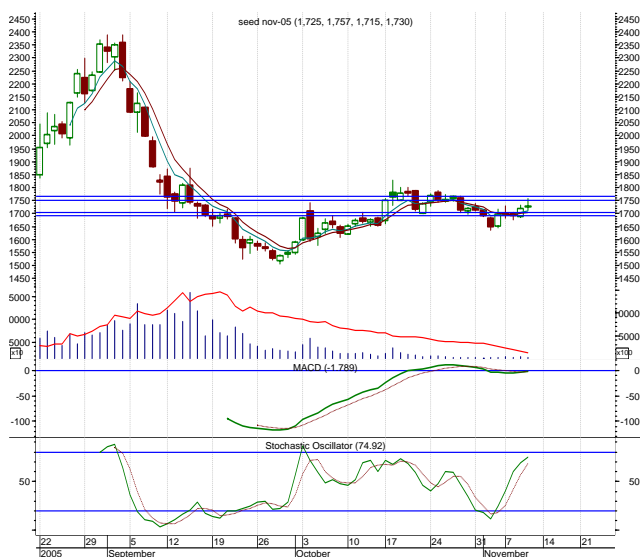
Alignment pattern: The alignment pattern of moving averages is also supporting the uptrend.

Market outlook:

Guar seed futures are expected to trade moderately downwards following a steady opening initially and upwards thereafter. Trade with very-short term outlook.

Support and Resistance Level for Guar Seed:

Contract	Support		Resistance	
	1st	2nd	1st	2nd
Nov.	1705	1691	1750	1766
Dec.	1760	1746	1810	1828



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

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

Stochastic: The %K-line after cutting the %D-line from below moving sharply upwards in the normal region, showing further uptrend.

MACD: The MACD (5-day) has made a bullish crossover with its EMA in the positive territory, hinting short-term strength in the market.

Alignment pattern: The alignment pattern of moving averages is also supporting the uptrend.

Market outlook:

Guar gum futures are likely to trade moderately downwards following a steady opening initially and upwards thereafter. Trade with very-short term outlook.

Support and Resistance Level for Guar Gum:

Contract	Support		Resistance	
	1st	2nd	1st	2nd
Nov.	4572	4537	4700	4732
Dec.	4674	4629	4800	4839



SALIENT POINTS OF THE DAY

Guar seed and gum futures settled slightly higher after curbing early advances.

Mainly dry weather prevailed over guar growing regions.

Prices are likely to move moderately downwards initially and upwards thereafter.

MARKET COMMENTARY

GUAR SEED:

The guar seed futures at the NCDEX witnessed an upward trade following a firm opening initially. However, increased selling at the higher price levels capped further advances and the futures turned downward but managed to settle with some gains. The November future traded in the range of 1715.00-1757.00 today. At the spot markets guar seed was quoted slightly higher at Rs 1775 per quintal in Jodhpur market at the evening session of trade. At the Bikaner market it was available at a higher price of Rs 1680 per quintal, while at the Nokha market it was offered at Rs 1625-1630 per quintal today. At the Sriganganagar market it was quoted higher at Rs 1615 per quintal, while at the Shiwani market it was offered higher at Rs 1590 per quintal during today's trade.

GUAR GUM:

The guar gum futures at the NCDEX remained bullish after a firm opening at the early hours of trade. However, profit taking at the higher price levels curbed the early gains and the futures turned southwards but managed to finish in the positive territory. The November future traded in the range of 4603.00-4715.00 today. At the spot markets guar gum was quoted higher at Rs 4675-4700 per quintal in Jodhpur market at the evening session of trade.

PHYSICAL MARKET SENTIMENTS:

The guar physical markets witnessed a firm sentiment during today's trade. The prices of both the guar seed as well as the guar gum moved up as the arrival of the crop at the major markets remained lower than yesterday. Moreover, the early advances in the futures market have also supported the uptrend in prices of guar at the physical markets. According to trade estimation the present crop size should be around 45 lakh bags and as a result the prices are fluctuating near the higher levels from the last few weeks. However, a higher arrival in the coming days may well pressurise the prices to slid significantly. Under such circumstances the prices of both the guar seed and

guar gum are likely to move moderately downwards initially and upwards thereafter in the next day.

Guar Prices at Major Markets in Rajasthan/Haryana

(Rs./quintal)

Commodity	Centres	10.11.05	09.11.05	Change
Guar Seed	Bikaner	1680	1675	+5
	Jodhpur-B line	1775	1760	+15
	Jodhpur-M line	1750	1735	+15
	Nokha	1625-1630	1620	+5
	Sriganganagar	1615	1600	+15
	Shiwani	1590	1560	+30
Guar Gum	Jodhpur	4675-4700	4600	+75

BIKANER GUAR VAYDA

Guar Prices at Bikaner Vayda

Contract	Prev. Close	Open	Close	Change
Nov.	367.50	368.00	366.40	-1.10
Jan.	357.90	359.00	357.90	-

Price Movements at Bikaner Vayda

The guar futures at the Bikaner vayda remained strong after a firm opening at the early hours of trade. However, profit booking curbed the advances and the November future settled lower in final action. The January future managed to finish at an unchanged level today.

WEATHER HIGHLIGHTS (10-11-05)

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

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