

GUAR SEED and GUAR GUM

December 03, 2005

MAJOR ACTIVITY HIGHLIGHTS

- **Guar Physical Market:** Settled slightly firm despite higher arrivals
- **Guar Futures:** Bullish initially, settled slightly up

TECHNICAL ANALYSIS

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



Chart Indicators:

Candlesticks: Bullish, steady to firm opening
MACD: Bearish, reached in negative territory
Stochastic: Bullish, %K moving upwards after cutting %D from below
Overall: Bullish

Market Outlook:

The guar seed futures are expected to trade slightly upwards in the next day with possibility of some downward movement thereafter in later sessions of the day. Overall range bound movement. Trade with intraday outlook.

Supports & Resistances - Guar Seed:

Contract	Supp 1	Supp 2	Res 1	Res 2
Dec.	1677	1657	1693	1706
Jan.	1736	1725	1751	1762

Intraday Trade Recommendations:

Sell December Guar Seed below 1690 with **target** of 1670, then 1660. **Stop loss** at 1710.

Do not carry forward the position until the next day.

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



Chart Indicators:

Candlesticks: Bullish, Steady to firm opening
MACD: Bearish, reached in negative territory
Stochastic: Bullish, %K crossed %D from below
Overall: Bullish

Market Outlook:

The guar gum futures are likely to trade slightly upwards in the next day with possibility of downward movement thereafter in later sessions of the day. Overall range bound movement. Trade with intraday outlook.

Supports & Resistances - Guar Gum:

Contract	Supp 1	Supp 2	Res 1	Res 2
Dec.	4502	4485	4556	4583
Jan.	4592	4579	4648	4674

Intraday Trade Recommendations:

Sell December Guar Gum below 4550 with **target** of 4490. **Stop loss** at 4585.

Do not carry forward the position until the next day.

SALIENT POINTS OF THE DAY

Guar seed and gum futures remained stronger side and settled slightly firm today.

Mainly dry weather prevailed over guar growing regions.

Prices are likely to move slight upwards following a steady to firm opening initially and downwards movement thereafter.

MARKET COMMENTARY

GUAR SEED:

The guar seed futures at the NCDEX witnessed slight bullish sentiment following a firm opening today. The futures running near day's low on increased selling pressure today. The December future traded in the range of 1675.00-1726.00 today. At the spot markets guar seed was quoted slight higher at Rs 1725-30 per quintal today in the evening session of trade. At the Bikaner market it was offered at upper side at Rs 1640-45 per quintal, also at the Nokha market it was available at steady prices on firm side at Rs 1565 per quintal today. At the Sriganganagar market it was also traded at steady price on stronger side Rs 1580-85 per quintal, while at the Shiwani market it was also quoted slight upper level at Rs 1580 per quintal during today's trade.

GUAR GUM:

The guar gum futures at the NCDEX traded upwards after a slight firm opening and settled near day's low today. The December future traded in the range of 4540.00-4635.00 during today's trade. At the spot markets guar gum was available at slight higher price of Rs 4525 per quintal in Jodhpur market today.

Guar Prices at Major Markets in Rajasthan/Haryana

(Rs./quintal)

Commodity	Centres	03.12.05	02.12.05	Change
	Bikaner	1640-45	1620	+20
Guar Seed	Jodhpur-B line	1725-30	1720-25	+5
	Jodhpur-M line	1710-15	1700-10	+5
	Nokha	1565	1560-65	+5
	Sriganganagar	1580-85	1550-60	+30
	Shiwani	1580	1575	+5
Guar Gum	Jodhpur	4525-50	4525	+25

PHYSICAL MARKET SENTIMENTS:

The guar physical markets settled slightly firm despite higher arrivals on good buying support today. The prices of both the guar seed as well as the guar gum were quoted slightly stronger side today as against yesterday. The prices of both the guar seed and guar gum are showed some improvement on good arrivals at the major physical markets due to high buying interest of traders. The arrivals are going on with a steady to firm trend and reported around 50000-55000 bags today. However, any further increase in buying interest can improve the prices. Under such circumstances the prices of guar seed and guar gum are expected to remain range bound on firm side in maximum duration of the day of trade and slightly low thereafter in the next day if arrivals go above normal level coupled with selling pressure.

BIKANER GUAR VAYDA

Guar Prices at Bikaner Vayda

Contract	Prev. Close	Open	Close	Change
Jan.	340.90	345.90	342.20	+1.30

Price Movements at Bikaner Vayda

The Bikaner vayda witnessed a slight bullish sentiment after a firm opening today. The January future settled with some increased on good buying support.

WEATHER HIGHLIGHTS (03-12-05)

NORTH - WEST REGION: A fresh western disturbance is likely to approach north Pakistan & adjoining Jammu & Kashmir in next 2 days. Cold wave conditions are prevailing over parts of Punjab, Haryana, Delhi and West Rajasthan. Lowest temperatures in the plains of the country are recorded at Churu (Rajasthan) 1.5° C and at Amritsar (Punjab) 1.4° C respectively. Mainly dry weather is likely over the region. **WEST Region** Mainly dry weather over the region except Goa and Konkan region where isolated Rain/thundershowers likely to occur.

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