

## GUAR SEED and GUAR GUM

December 15, 2005

### MAJOR ACTIVITY HIGHLIGHTS

- Guar Physical Market: Strong on Lower Arrivals
- Guar Futures: Retraced Back from Recent Lows

### TECHNICAL ANALYSIS

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



#### Chart Indicators:

**Candlesticks:** Bullish, steady to firm opening  
**MACD:** Bearish, lying below signal line  
**Stochastic:** Moderately bearish, negative crossover in oversold region  
**Overall:** Slightly bullish

#### Market Outlook:

The guar seed futures are expected to trade upwards following a steady to firm opening in the next day with possibility of some downwards movement early in the session. Trade with intraday outlook.

#### Supports & Resistances - Guar Seed:

Contract	Supp 1	Supp 2	Res 1	Res 2
Jan.	1662	1654	1689	1697
Feb.	1702	1694	1734	1741

#### Intraday Trade Recommendations:

**Buy** January Guar Seed at 1665 with **target** of 1680, then 1690. **Stop loss** at 1658.

Do not carry forward the position until the next day.

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



#### Chart Indicators:

**Candlesticks:** Bullish, steady to firm opening  
**MACD:** Bearish, lying below signal line  
**Stochastic:** Moderately bearish, negative crossover in oversold region  
**Overall:** Slightly bullish

#### Market Outlook:

The guar gum futures are likely to trade upwards following a steady to firm opening in the next day with possibility of some downwards movement early in the session. Trade with intraday outlook.

#### Supports & Resistances - Guar Gum:

Contract	Supp 1	Supp 2	Res 1	Res 2
Jan.	4422	4401	4500	4521
Feb.	4516	4489	4594	4624

#### Intraday Trade Recommendations:

**Buy** January Guar Gum at 4435 with **target** of 4465, then 4480. **Stop loss** at 4421.

Do not carry forward the position until the next day.

## SALIENT POINTS OF THE DAY

Guar seed and gum futures recovered back from the recent lows on increased buying support.

Mainly dry weather prevailed over guar growing regions.

Prices are likely to move upwards following a steady to firm opening in the next day with possibility of some downwards movement early in the session.

## MARKET COMMENTARY

### GUAR SEED:

The guar seed futures at the NCDEX witnessed an upward trade following a slightly higher opening today. The futures settled near to the day's high on increased buying support at the lower price levels. The January future traded in the range of 1646.00-1670.00 today. At the spot markets also guar seed was quoted higher at Rs 1690-1695 per quintal in Jodhpur market at the evening session of trade. At the Bikaner market it was traded at a higher price of Rs 1595-1600 per quintal, while at the Nokha market it was offered at a higher price of Rs 1530 per quintal today. At the Sriganganagar market it was available at a steady price of Rs 1520 per quintal, while at the Shiwani market it was quoted at an unchanged price of Rs 1540 per quintal during today's trade.

### GUAR GUM:

The guar gum futures at the NCDEX witnessed an upward trade after a firm opening today. Increased buying support at the lower price levels pushed up the futures further and the futures finished near to the day's high in final action. The January future traded in the range of 4382.00-4442.00 today. At the spot markets guar gum was quoted higher at Rs 4425-4450 per quintal in Jodhpur market at the evening session of trade.

### PHYSICAL MARKET SENTIMENTS:

The guar physical markets recovered back from yesterday's weakness during today's trade. The prices of both the guar seed as well as guar gum was quoted mostly higher today as against yesterday. The arrivals at the major physical markets are reported to be slightly lower at around 30000-32000 bags during today's trade. The late surge at the futures markets on increased buying support at the lower price levels has supported the firm physical market sentiments. Under such situations, the prices of both the guar seed as well as guar gum are expected to witness an upward trade following a steady to firm opening in the next day with possibility of some downwards movement early in the session.

## Guar Prices at Major Markets in Rajasthan/Haryana

(Rs./quintal)

Commodity	Centres	15.12.05	14.12.05	Change
Guar Seed	Bikaner	1595-1600	1585	+15
	Jodhpur-B line	1690-1695	1675	+20
	Jodhpur-M line	1665	1650	+15
	Nokha	1530	1520-1525	+10
Guar Gum	Sriganganagar	1520	1520	-
	Shiwani	1540	1540	-
	Jodhpur	4425-4450	4400	+50

## BIKANER GUAR VAYDA

### Guar Prices at Bikaner Vayda

Contract	Prev. Close	Open	Close	Change
Jan.	325.60	325.50	327.80	+2.20

### Price Movements at Bikaner Vayda

The Bikaner vayda witnessed a firm sentiment following a weak opening today. Increased buying support at the lower price levels pushed up the future and the future cut back some of yesterday's losses during today's trade. The January future finished higher during today's trade.

## WEATHER HIGHLIGHTS (15-12-05)

**NORTH:** Isolated rain/snow likely over higher reaches of Jammu & Kashmir and Himachal Pradesh. Mainly dry weather over rest of the region.

**WEST:** Mainly dry weather over the region.

Overall, mainly dry weather is prevailing over major guar growing regions.

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