

## GUAR SEED and GUAR GUM

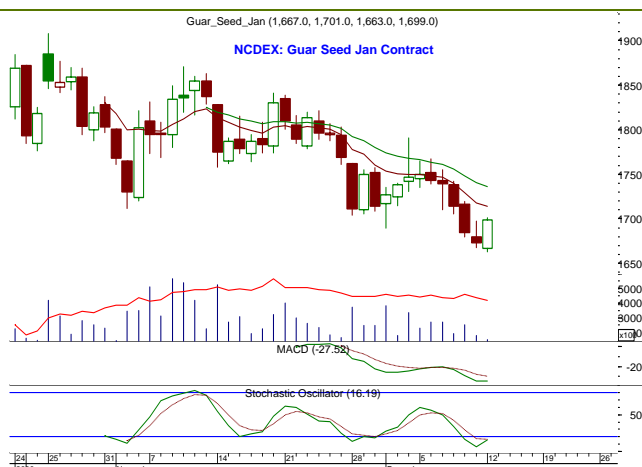
December 12, 2005

### MAJOR ACTIVITY HIGHLIGHTS

- Guar Physical Market: Witnessed a Firm Sentiment
- Guar Futures: Up; Retraced Back from Recent Lows

### TECHNICAL ANALYSIS

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



#### Chart Indicators:

**Candlesticks:** Highly bullish, steady to firm opening  
**MACD:** Bearish, lying below signal line  
**Stochastic:** Bullish, %K-line started moving upwards in oversold region  
**Overall:** Bullish

#### Market Outlook:

The guar seed futures are expected to trade further upwards following a steady to firm opening in the next day. However, some downwards movement is likely in the later session of trade. Trade with intraday outlook.

#### Supports & Resistances - Guar Seed:

Contract	Supp 1	Supp 2	Res 1	Res 2
Jan.	1690	1679	1739	1750
Feb.	1728	1716	1770	1781

#### Intraday Trade Recommendations:

**Buy** January Guar Seed at 1700 with **target** of 1720, then 1730. **Stop loss** at 1692.

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:** Bullish, %K-line started moving upwards in oversold region  
**Overall:** Bullish

#### Market Outlook:

The guar gum futures are likely to trade further upwards following a steady to firm opening in the next day. However, some downwards movement is expected in the later session of trade. Trade with intraday outlook.

#### Supports & Resistances - Guar Gum:

Contract	Supp 1	Supp 2	Res 1	Res 2
Jan.	4490	4462	4614	4643
Feb.	4573	4542	4692	4720

#### Intraday Trade Recommendations:

**Buy** January Guar Gum at 4515 with **target** of 4555, then 4575. **Stop loss** at 4497.

Do not carry forward the position until the next day.

## SALIENT POINTS OF THE DAY

Guar seed and gum futures retraced 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. However, some downwards movement are expected later in the session.

## MARKET COMMENTARY

### GUAR SEED:

The guar seed futures at the NCDEX witnessed a firm sentiment following a weak opening today. Increased buying support at the lower levels pushed up the futures thereafter. The January future traded in the range of 1663.00-1701.00 during today's trade. At the spot markets also guar seed was quoted higher at Rs 1700 per quintal in Jodhpur market at the evening session of trade. At the Bikaner market it was offered at a higher price of Rs 1590-1600 per quintal, while at the Nokha market it was traded at a steady price of Rs 1530 per quintal today. At the Sriganganagar market it was available at an unchanged price of Rs 1540-1545 per quintal, while at the Shiwani market it was quoted higher at Rs 1560 per quintal during today's trade.

### GUAR GUM:

The guar gum futures at the NCDEX witnessed an upward trade after a weak opening today. The futures recovered back from the lows on increased buying support at the lower levels. The January future traded in the range of 4417.00-4521.00 today. At the spot markets also guar gum was quoted higher at Rs 4475 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 guar gum were quoted mostly higher today as against last weekend. The arrivals at the major physical markets were reported to be slightly lower today and consequently the prices of both the guar seed as well as guar gum witnessed a firm sentiment during today's trade. Under such circumstances the prices of both the guar seed and guar gum are expected to move further upwards following a steady to firm opening in the next day. However, some downwards movement are likely in the later session of trade.

## Guar Prices at Major Markets in Rajasthan/Haryana

(Rs./quintal)

Commodity	Centres	12.12.05	10.12.05	Change
Guar Seed	Bikaner	1590-1600	1570	+30
	Jodhpur-B line	1700	1675-1680	+25
	Jodhpur-M line	1675	1650	+25
	Nokha	1530	1530	-
	Sriganganagar	1540-1545	1540-1545	-
Guar Gum	Shiwani	1560	1550	+10
	Jodhpur	4475	4425	+50

## BIKANER GUAR VAYDA

### Guar Prices at Bikaner Vayda

Contract	Prev. Close	Open	Close	Change
Jan.	330.50	330.50	334.00	+3.50

### Price Movements at Bikaner Vayda

The Bikaner vayda witnessed a firm sentiment following a steady opening today. The January future finished much higher on increased buying support at the lower price levels.

## WEATHER HIGHLIGHTS (12-12-05)

**NORTH:** Isolated rain/snow over Jammu & Kashmir likely to commence from 14th onwards. Mainly dry weather is likely over the rest region.

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

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

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