

## GUAR SEED and GUAR GUM

April 15, 2006

### MAJOR ACTIVITY HIGHLIGHTS

- Guar Physical Market: Witnessed Bullish Tone
- Guar Futures: Traded Higher on Buying Support

### TECHNICAL ANALYSIS

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



#### Chart Indicators:

**Candlesticks:** Slightly Bullish, steady to firm opening  
**MACD:** Slightly Bearish, moving downwards  
**Stochastic:** Bearish, moving downwards in normal region.  
**Overall:** Bearish

#### Market Outlook:

The guar seed futures are likely to move slightly upwards initially following a steady to firm opening and downwards thereafter. Trade with intraday outlook.

#### Supports & Resistances - Guar Seed:

Contract	Supp 1	Supp 2	Res 1	Res 2
Apr.	1858	1848	1933	1942
May	1931	1913	2018	2028

#### Intraday Trade Recommendations:

**Sell** NCDEX- May Guar Seed near 1988 with **target** of near 1958, and then near 1943 **Stop loss** at near 2003.

Do not carry forward the position until the next day.

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



#### Chart Indicators:

**Candlesticks:** Slightly Bullish, steady to firm opening  
**MACD:** Slightly Bearish, moving downwards  
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**Overall:** Bearish

#### Market Outlook:

The guar seed futures are likely to move slightly upwards initially following a steady to firm opening and downwards thereafter. Trade with intraday outlook.

#### Supports & Resistances - Guar Gum:

Contract	Supp 1	Supp 2	Res 1	Res 2
Apr.	4848	4800	5060	5100
May	4973	4918	5195	5235

#### Intraday Trade Recommendations:

**Sell** NCDEX- May Guar Gum near 5140 with **target** of near 5090, then near 5065. **Stop loss** at near 5165.

Do not carry forward the position until the next day.

## FUNDAMENTAL ANALYSIS

### SALIENT POINTS OF THE DAY

Guar futures settled at positive territory with some gains

Arrivals at the major markets reported to be steady at lower levels.

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

### MARKET COMMENTARY

#### GUAR SEED:

The guar seed futures at the NCDEX witnessed an upward trade initially on increased buying support following a firm opening. However, some selling activities at higher levels pressurized the futures and restricted the further upwards movement. The futures settled at positive territory with some gains in final action. The near-month April contract traded in the range of 1888.00-1919.00, while the May contract fluctuated in the range of 1958.00-1987.00. At the spot markets guar seed was quoted higher in the range of Rs. 1975-1980 per quintal in Jodhpur market during evening session of the trade. At the Bikaner market it was offered higher at Rs.1872 per quintal, at the Nokha market, it was offered much higher at Rs.1835 per quintal. At Sriganaganagar market it was also offered higher at Rs.1870 and at Shiwani market it was quoted higher too at Rs.1810 per quintal during Friday's trade.

#### GUAR GUM:

The guar gum futures at the NCDEX witnessed an upward trade following a firm opening. Buying interest mostly supported the futures throughout the day. Finally the futures settled at positive territory with some gains. The near-month April contract traded in the range of 4945.00-5015.00, while the May contract fluctuated in the range of 5065.00-5133.00. At the spot markets guar gum was quoted higher in the range of Rs.5000-5044 per quintal in Jodhpur market during evening session of the trade

#### PHYSICAL MARKET SENTIMENTS:

The guar physical markets recovered from last day's bearish sentiments and mostly traded at higher levels during Friday's trade. The guar seed as well as guar gum mostly traded at higher prices. The arrivals at the major markets reported to be steady at lower levels. However, some market reported meagre arrivals of guar seed. Millers were active buyers during whole day. Stockists have been waiting for further increase of guar seed prices so that they could release their stock. According to the traders the arrivals of the guar seed would be the governing factors for coming day's market sentiments. Moreover, the bullish tone of the futures markets also underpinning the physical markets sentiments. Traders optimistic that prices of guar would continue to be firmed. Amidst such circumstances, the prices of guar seed as well as guar gum are expected to move slightly upwards initially following a steady to firm opening and downwards thereafter.

### Guar Prices at Major Markets in Rajasthan/Haryana

(Rs./quintal)

Commodity	Centres	14.04.06	13.04.06	Change
	Bikaner	1872	1860	+12
Guar Seed	Jodhpur-B line	1980-1985	1970	+15
	Jodhpur-M line	1955-1960	1945	+15
	Nokha	1835	1780	+55
	Sriganaganagar	1870	1860	+10
	Shiwani	1810	1800	+10
Guar Gum	Jodhpur	5000-5044	5020	+24

### BIKANER GUAR VAYDA

#### Guar Prices at Bikaner Vayda

(Rs./ 20 kg)

Contract	Prev. Close	Open	Close	Change
May	377.70	380.10	381.00	+3.30

#### Price Movements at Bikaner Vayda

Bikaner market witnessed upwards trade on increased buying activities following a much higher opening. Increased buying interest mostly supported the futures throughout the day. Finally, the May contracts settled at positive territory with gains during Friday's trade.

### WEATHER HIGHLIGHTS (14-04-06)

#### NORTH-WEST INDIA (J & K, H. P., UTTARANCHAL, PUNJAB, HARYANA, DELHI, WEST UP)

Isolated to scattered rain/snow over Jammu & Kashmir from 15<sup>th</sup>. It is likely to increase and extend into Himachal Pradesh and Uttaranchal from 16<sup>th</sup>. Isolated rain/thundershowers with associated hail/squall over the rest region. Day temperatures over the region likely to increase 2-3°C during next 1-2 days.

#### WEST INDIA (MAHARASHTRA OTHER THAN VIDARBHA, GUJARAT, RAJASTHAN)

Weather will be mainly dry over the region. Day temperatures over the region likely to increase 2-3°C during next 2-3 days.

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