

GUAR SEED and GUAR GUM

April 22, 2006

MAJOR ACTIVITY HIGHLIGHTS

- Guar Physical Market: Turned Steady to Bearish
- Guar Futures: Losses: Early Slids to Lower levels

TECHNICAL ANALYSIS

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

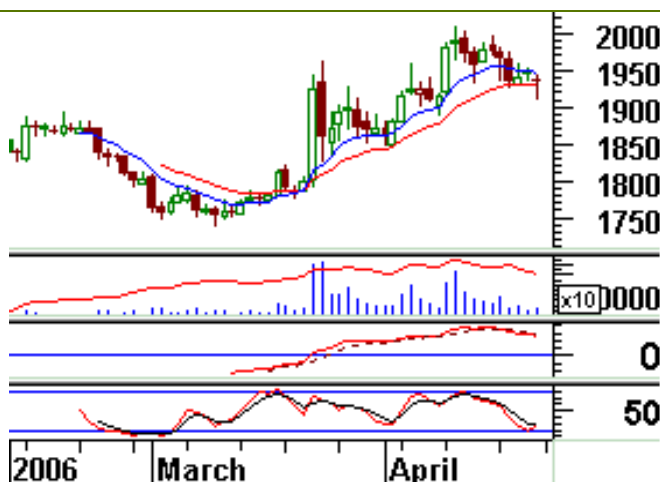


Chart Indicators:

Candlesticks: Bearish, steady to firm opening
MACD: Bearish, moving downwards
Stochastic: Bullish, moving towards normal region
Overall: Slightly bearish

Market Outlook:

The guar seed futures are likely to move downwards initially following a steady to firm opening and upward movement later. Trade with intraday outlook.

Supports & Resistances - Guar Seed:

Contract	Supp 1	Supp 2	Res 1	Res 2
May	1900	1885	1967	1975
June	1953	1943	2040	2054

Intraday Trade Recommendations:

Buy NCDEX- May Guar Seed near 1920 with **target** of near 1950, and then near 1965 **Stop loss** at near 1905.

Do not carry forward the position until the next day.

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



Chart Indicators:

Candlesticks: Bearish, steady to firm opening
MACD: Bearish, moving downwards
Stochastic: Bullish, moving towards normal region
Overall: Slightly bearish

Market Outlook:

The guar gum futures are likely to move downwards initially following a steady to firm opening and upward movement later. Trade with intraday outlook.

Supports & Resistances - Guar Gum:

Contract	Supp 1	Supp 2	Res 1	Res 2
May	4852	4805	5002	5045
June	4970	4927	5185	5228

Intraday Trade Recommendations:

Buy NCDEX- May Guar Gum near 4880 with **target** of near 4925, then near 4947. **Stop loss** at near 4858.

Do not carry forward the position until the next day.

FUNDAMENTAL ANALYSIS

SALIENT POINTS OF THE DAY

Guar futures settled at negative territory with losses .

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

Prices are likely to move downwards initially following a steady to firm opening and upward movement later.

MARKET COMMENTARY

GUAR SEED:

The guar seed futures at the NCDEX witnessed some downwards trade initially on increased selling pressure following a weak opening. However increased buying interest at lower levels supported the futures and cut down some of the early losses. Finally the futures settled at negative territory with marginal losses. The near month May contract traded in the range of 1910.00-1944.00, while the June contract fluctuated in the range of 1965.00-2005.00. At the spot markets guar seed was quoted lower at Rs.1975 per quintal in Jodhpur market during evening session of the trade. At the Bikaner market it was offered lower in the range of Rs.1846-1860 per quintal, at the Nokha market, it was offered lower too at Rs.1820 per quintal. At Sriganganagar market it was offered steady at between Rs.1850-1860 and at Shiwani market also it was quoted steady at Rs1818 per quintal during Friday's trade.

GUAR GUM:

The guar gum futures at the NCDEX witnessed moderately downwards trade following a weak opening. However, increased buying activities at lower levels supported the futures and lifted somewhat higher. The futures settled at negative territory with losses. The near month May contract traded in the range of 4886.00-4975.00, while the June contract fluctuated in the range of 5005.00-5103.00. At the spot markets guar gum was quoted lower at Rs.4966-4992 per quintal in Jodhpur market during evening session of the trade.

PHYSICAL MARKET SENTIMENTS:

The guar physical markets witnessed on an average steady to bearish sentiments during Friday's trade. The guar seed mostly traded at lower prices in the Jodhpur spots market, whereas, others market remained steady. Lower demand at higher prices restricted the markets advancement. Therefore, lower demand amidst steady to lower arrivals mainly factorising spot market's tone. Moreover mostly bearish tone of the futures market had also influenced spot markets sentiments. The total arrivals reported to 4000-4500 bags. The arrivals were mostly coming from godowns. Millers were remained the prominent buyers. Stockist activities remained somewhat less. According to the traders the market will bullish again in near futures. In such circumstances; the prices of guar seed as well as guar gum are expected to move downwards initially following a steady to firm opening and upward movement later.

Guar Prices at Major Markets in Rajasthan/Haryana

(Rs./quintal)

Commodity	Centres	20.04.06	19.04.06	Change
	Bikaner	1846-1860	1860-1870	-10
Guar Seed	Jodhpur-B line	1975	1980	-5
	Jodhpur-M line	1950	1955	-5
	Nokha	1820	1830	-10
	Sriganganagar	1850-1860	1860	-
	Shiwani	1818	1818	-
Guar Gum	Jodhpur	4966-4992	4992	-

BIKANER GUAR VAYDA

Guar Prices at Bikaner Vayda

(Rs./ 20 kg)

Contract	Prev. Close	Open	Close	Change
May	377.50	374.00	375.50	-2.00

Price Movements at Bikaner Vayda

Bikaner market witnessed downwards trade initially on increased selling pressure following a much lower opening. However, increased buying interest at lower levels supported the futures and cut off some of the early losses. Finally, the May contracts managed to settle negative territory with losses during Friday's trade.

WEATHER HIGHLIGHTS (21-04-06)

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

Isolated rain/thundershowers are likely over Himachal Pradesh and Jammu & Kashmir. **Isolated** duststorm/thundershowers are likely over the rest region.

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

Isolated rain/thundershowers likely over Madhya Maharashtra, south Konkan & Goa. Weather will be mainly dry over the rest region.

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd