

GUAR SEED and GUAR GUM

April 13, 2006

MAJOR ACTIVITY HIGHLIGHTS

- Guar Physical Market: Traded Lower Sides
- Guar Futures: Settled at Negative Territory

TECHNICAL ANALYSIS

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

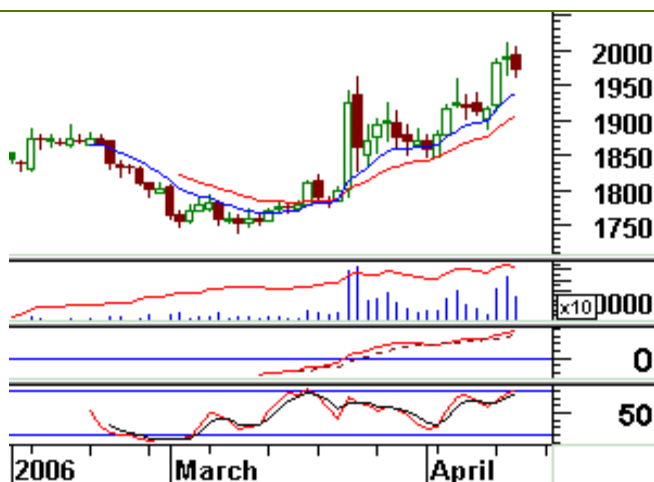


Chart Indicators:

Candlesticks: Trend reversal, steady to firm opening
MACD: Slightly Bullish, moving upwards
Stochastic: Bullish, moving upwards in overbought region, possibility of technical correction.
Overall: Bearish

Market Outlook:

The guar seed futures are likely to move moderately upwards initially following a steady to firm opening with possibility of downward movement thereafter. Trade with intraday outlook.

Supports & Resistances - Guar Seed:

Contract	Supp 1	Supp 2	Res 1	Res 2
Apr.	1870	1856	1942	1955
May	1940	1924	2018	2035

Intraday Trade Recommendations:

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

Do not carry forward the position until the next day.

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



Chart Indicators:

Candlesticks: Trend reversal, steady to firm opening
MACD: Slightly Bullish, moving upwards
Stochastic: Bullish, moving upwards in overbought region, possibility of technical correction.
Overall: Bearish

Market Outlook:

The guar seed futures are likely to move moderately upwards initially following a steady to firm opening with possibility of downward movement thereafter Trade with intraday outlook.

Supports & Resistances - Guar Gum:

Contract	Supp 1	Supp 2	Res 1	Res 2
Apr.	4877	4818	5100	5140
May	4990	4938	5215	5268

Intraday Trade Recommendations:

Buy NCDEX- May Guar Gum near 5040 with **target** of near 5090, then near 5115. **Stop loss** at near 5015.

Do not carry forward the position until the next day.

FUNDAMENTAL ANALYSIS

SALIENT POINTS OF THE DAY

Guar futures settled at negative territory

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

Prices are likely to move moderately upwards initially following a steady to firm opening with possibility of downward movement thereafter.

MARKET COMMENTARY

GUAR SEED:

The guar seed futures at the NCDEX witnessed an upward trade initially following a firm opening. However, increased selling pressure pushed down the futures and traded downwards thereafter. The futures settled at lower near day's low in final action. The near-month April contract traded in the range of 1887.00-1924.00, while the May contract fluctuated in the range of 1958.00-2003.00. 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 at Rs 1860 per quintal, at the Nokha market, it was offered lower at Rs.1805 per quintal. At Sriganganagar market and Shiwani market it was also quoted lower at Rs.1880 and 1750 per quintal respectively during Wednesday's trade.

GUAR GUM:

The guar gum futures at the NCDEX witnessed a down wards trade on increased selling pressure following a firm opening. The futures traded mostly downwards on selling pressure throughout the day. Finally the futures settled at negative territory with losses. The near-month April contract traded in the range of 4950.00-5046.00, while the May contract fluctuated in the range of 5067.00-5175.00. At the spot markets guar gum was quoted lower at Rs.5050 per quintal in Jodhpur market during evening session of the trade.

PHYSICAL MARKET SENTIMENTS:

The guar physical markets witnessed on an average bearish sentiment during Wednesday's trade. The guar seed as well as guar gum mostly traded at lower prices. The arrivals at the major markets reported to be steady at lower levels. The demand was somewhat lower at higher price levels from stockist as well as millers. According to the traders the arrivals of the guar seed would be the governing factors for coming day's market sentiments. Moreover, the bearish tone of the futures markets also underpinning the physical markets sentiments. Traders have been eyeing on the futures market for further direction in this context. They attributed that prices of guar would be range bound for the coming days with possibility of increased at coming fortnight. Amidst such circumstances, the prices of guar seed as well as guar gum are expected to move moderately upwards initially following a steady to firm opening with possibility of downward movement thereafter.

Guar Prices at Major Markets in Rajasthan/Haryana

(Rs./quintal)

Commodity	Centres	12.04.06	11.04.06	Change
	Bikaner	1860	1890	-30
Guar Seed	Jodhpur-B line	1975	2000	-25
	Jodhpur-M line	1950	1975	-25
	Nokha	1805	1820	-15
	Sriganganagar	1880	1900	-20
	Shiwani	1750	1810	-60
Guar Gum	Jodhpur	5050	5100	-50

BIKANER GUAR VAYDA

Guar Prices at Bikaner Vayda

(Rs./ 20 kg)

Contract	Prev. Close	Open	Close	Change
May	-	382.10	379.60	-

Price Movements at Bikaner Vayda

Bikaner market witnessed upwards trade initially on increased buying activities. However, increased selling pressure at higher level pushed down the futures. The May contracts traded mostly sideways during Wednesday's trade.

WEATHER HIGHLIGHTS (12-04-06)

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

Mainly dry weather over the region except isolated rain/snow over higher reaches of Jammu & Kashmir and Himachal Pradesh. The day temperatures are likely to remain near normal over the region..

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

Weather will be mainly dry over the region. Day temperatures over the region likely to remain near normal.

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