

## GUAR SEED and GUAR GUM

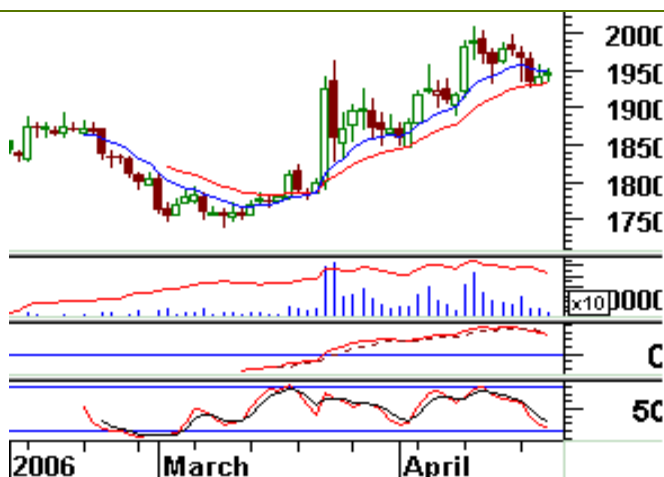
April 21, 2006

### MAJOR ACTIVITY HIGHLIGHTS

- Guar Physical Market: Witnessed Mix Sentiments
- Guar Futures: Profit Booking Capped Early Advances

### TECHNICAL ANALYSIS

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



#### Chart Indicators:

**Candlesticks:** Trend reversal, steady to firm opening  
**MACD:** Bearish, moving downwards  
**Stochastic:** Bearish, moving downwards towards oversold 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	1904	1885	1980	1994
June	1953	1943	2063	2077

#### Intraday Trade Recommendations:

**Buy** NCDEX- May Guar Seed near 1930 with **target** of near 1960, and then near 1975 **Stop loss** at near 1915.

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:** Bearish, moving downwards  
**Stochastic:** Bearish, moving downwards towards oversold 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	4903	4852	5090	5133
June	5017	4982	5236	5272

#### Intraday Trade Recommendations:

**Buy** NCDEX- May Guar Gum near 4965 with **target** of near 5010, then near 5032. **Stop loss** at near 4943.

Do not carry forward the position until the next day.

## FUNDAMENTAL ANALYSIS

### SALIENT POINTS OF THE DAY

Guar futures mostly traded at sideways.

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 an upward trade initially on increased buying support following a firm opening. However increased selling interest at higher levels pressurised the futures and traded mostly downwards thereafter. The futures managed to settle at positive territory with marginal gains. The April contract traded in the range of 1863.00-1903.00 on its closing day, while the May contract fluctuated in the range of 1934.00-1952.00. At the spot markets guar seed was quoted higher at Rs. 1980 per quintal in Jodhpur market during evening session of the trade. At the Bikaner market it was offered higher in the range of Rs.1860-1870 per quintal, at the Nokha market, it was offered steady in the range of Rs.1830 per quintal. At Sriganganagar market it was offered lower at Rs.1860 and at Shiwani market also it was quoted lower at Rs.1818 per quintal during Thursday's trade.

#### GUAR GUM:

The guar gum futures at the NCDEX witnessed an upward trade at the beginning session of trade following a firm opening. However, at the higher levels some selling interest pressurised the futures and traded almost downwards thereafter. Finally, the futures settled at negative territory with marginal losses. The April contract traded in the range of 4583.00-4823.00 on its closing day, while the May contract fluctuated in the range of 4985.00-5035.00. At the spot markets guar gum was quoted steady in the range of Rs.4992 per quintal in Jodhpur market during evening session of the trade.

#### PHYSICAL MARKET SENTIMENTS:

The guar physical markets witnessed on an average mix sentiments during Thursday's trade. The guar seed mostly traded at higher prices in the Jodhpur spots market, whereas, others market remained steady to slightly bearish. April closing mainly governing the market sentiments during Thursday. Lower demand at higher prices coupled with steady arrivals also underpinning market sentiments. Moreover mostly sideways 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. According to the traders the market will find its firm tone 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	19.04.06	18.04.06	Change
	Bikaner	1860-1870	1870-1880	-
Guar Seed	Jodhpur-B line	1980	1965-1976	+4
	Jodhpur-M line	1955	1940-1951	+4
	Nokha	1830	1820-1830	-
	Sriganganagar	1860	1870	-10
	Shiwani	1818	1825	-7
Guar Gum	Jodhpur	4992	4992-5018	-

### BIKANER GUAR VAYDA

#### Guar Prices at Bikaner Vayda

(Rs./ 20 kg)

Contract	Prev. Close	Open	Close	Change
May	377.00	377.50	377.50	+0.05

#### Price Movements at Bikaner Vayda

Bikaner market witnessed downwards trade initially on increased selling pressure following a firm opening. However, increased buying interest at lower levels recovered from some of the losses. However, the May contracts managed to settle positive territory with marginal gains during Thursday's trade.

### WEATHER HIGHLIGHTS (20-04-06)

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

Isolated rain/thundershowers are likely over the region.

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

Isolated rain/thunderstorm likely over Marathawada, Madhya Maharashtra, south Konkan & Goa and north Rajasthan. Weather will be mainly dry over the rest region.

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