

## GUAR SEED and GUAR GUM

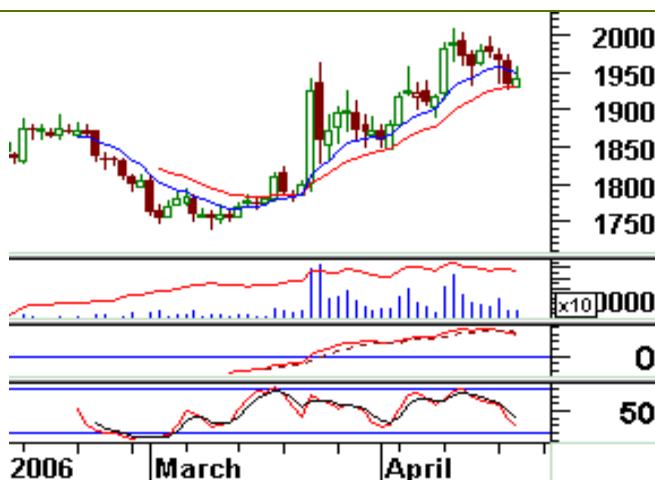
April 20, 2006

### MAJOR ACTIVITY HIGHLIGHTS

- Guar Physical Market: Remained at Steady to Firm
- Guar Futures: Profit making Curbed Early Advances

### TECHNICAL ANALYSIS

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



#### Chart Indicators:

**Candlesticks:** Slightly bullish, steady to firm opening  
**MACD:** Bearish, moving downwards  
**Stochastic:** Bearish, moving downwards towards oversold region.  
**Overall:** Slightly bullish

#### 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
Apr.	1843	1833	1909	1922
May	1904	1885	1993	2008

#### Intraday Trade Recommendations:

**Buy** NCDEX- May Guar Seed near 1928 with **target** of near 1963, and then near 1980 **Stop loss** at near 1911.

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:** Bearish, moving downwards  
**Stochastic:** Bearish, moving downwards towards oversold region.  
**Overall:** Slightly bullish

#### 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
Apr.	4743	4696	4961	4997
May	4907	4864	5125	5164

#### Intraday Trade Recommendations:

**Buy** NCDEX- May Guar Gum near 4975 with **target** of near 5020, then near 5042. **Stop loss** at near 4953.

Do not carry forward the position until the next day.

## FUNDAMENTAL ANALYSIS

### SALIENT POINTS OF THE DAY

Guar futures slid to lower levels and settled near day's low.

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 a moderately upward trade initially on increased buying support following a weak opening. However profit-making motives at the higher levels pressurised the futures and traded some lower levels thereafter. The futures settled at positive territory with marginal gains in final action. The near-month April contract traded in the range of 1866.00-1915.00, while the May contract fluctuated in the range of 1930.00-1958.00. At the spot markets guar seed was quoted lower at Rs. 1965-1976 per quintal in Jodhpur market during evening session of the trade. At the Bikaner market it was offered higher in the range of Rs.1870-1880 per quintal, at the Nokha market, it was offered steady in the range of Rs.1820-1830 per quintal. At Sriganaganagar market it was offered higher at Rs.1870 and at Shiwani market also it was quoted higher at Rs.1825 per quintal during Wednesday's trade.

#### GUAR GUM:

The guar gum futures at the NCDEX witnessed an upward trade at the early hours of trade following a weak opening. However, at the higher levels some selling interest pushed down the futures thereafter. Finally the futures managed to settle at positive territory with marginal gains. The near-month April contract traded in the range of 4806.00-4890.00, while the May contract fluctuated in the range of 4974.00-5059.00. At the spot markets guar gum was quoted steady in the range of Rs.4992-5018 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 Wednesday's trade. The guar seed mostly traded at lower prices in the Jodhpur spots market, whereas, others market remained steady to slightly firm. Lower demand at higher prices coupled with steady arrivals at lower levels governing market sentiments. Moreover mostly sideways tone of the futures market also governing spot markets sentiments. The total arrivals reported to 4000-4500 bags. Millers were the prominent buyers. The activities of stockists were reportedly not significant. According to the traders the market will find its firm tone again in near futures. Traders have been eyeing on futures market for further direction. They attributed the weak sentiments remained in the market for couples of days. 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	1870-1880	1860-1870	+10
Guar Seed	Jodhpur-B line	1965-1976	1975-1980	-4
	Jodhpur-M line	1940-1951	1950-1955	-4
	Nokha	1820-1830	1820-1830	-
	Sriganaganagar	1870	1860	+10
	Shiwani	1825	1820	+5
Guar Gum	Jodhpur	4992-5018	4992-5018	-

### BIKANER GUAR VAYDA

#### Guar Prices at Bikaner Vayda

(Rs./ 20 kg)

Contract	Prev. Close	Open	Close	Change
May	375.40	377.20	377.00	+1.60

#### Price Movements at Bikaner Vayda

Bikaner market witnessed upwards trade initially on increased buying support following a lower opening. However, increased profit making interest at higher levels capped some of the advances. However, the May contracts managed to settle lower at day's low with gains during Wednesday's trade.

### WEATHER HIGHLIGHTS (19-04-06)

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

Isolated rain/thundershowers are likely over Jammu & Kashmir, Himachal Pradesh and Uttaranchal. Isolated duststorm/thunderstorm likely over Punjab, Haryana, Delhi, Chandigarh and West Uttar Pradesh during next 24 hrs. and mainly dry weather thereafter.

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

Weather will be mainly dry over the region. However, isolated duststorm/thunderstorm may occur over north Rajasthan during next 24 hrs. The day temperatures over the region are 2-4 deg. C below normal which are likely to increase.

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