

GUAR SEED

Technical Analysis:

- Candlestick chart pattern indicates that bullish sentiment in the market.
- Prices closed above 9 and 18 day EMAs supporting the bullish momentum in the short term.
- MACD is moving up in negative region indicates bullish momentum.
- RSI is moving up in the neutral zone.
- Guarseed futures are likely to trade range-bound with strong bias in next session.

Trade Recommendation – Guarseed NCDEX (January)

Call	Entry	T1	T2	SL
BUY	>2480	2498	2511	2470
Support & Resistance				
S2	S1	PCP	R1	R2
2444	2466	2488	2520	2543



GUAR GUM

Technical Analysis:

- Candlestick chart pattern indicates that bullish sentiment in the market.
- Prices closed above the 9 and 18 day EMAs supporting the range bound movement in the short term.
- MACD is moving down in positive region hints for increase in bearish momentum.
- RSI is moving up in the neutral zone.
- Guargum futures are likely to trade range-bound with strong bias in next session.

Trade Recommendation – Guargum NCDEX (January)

Call	Entry	T1	T2	SL
SELL	<6650	6511	6415	6675
Support & Resistance				
S2	S1	PCP	R1	R2
6345	6415	6692	6670	6700



Price Drivers

- Low carry- in stocks.
- Guar gum exports are likely to go up.
- Expectation of bumper guar seed production this season (2010-11)
- Lower overall arrivals.
- Higher demand in the markets

Spot Market Analysis:

- Strong sentiment witnessed in key Guar cash market on Monday.
- Better demand and fresh buying across the spot markets supported the guar prices today. Reportedly, processors are buying guar seed actively in the market.
- The arrivals are decreasing across the spot markets which also supported the prices to gain.
- Overall arrivals are reported at around 70,000 bags, which are 10,000 bags are lower as compared to the previous day's arrivals.
- Apparently, overall arrivals will be lower side in coming days, which can escalate prices in near term in the spot market.
- As per trade sources, Guar gum export demand actively responsive once again after the New Year vacations on expectations of increase in the crude oil extraction activities in near term which may likely to support the guar gum prices.

Both guar seed and guar gum prices are likely to go upside in near term on lower arrivals and increasing demand from the exporters, stockiest in spot markets.

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 03.01.11	%Change from Prior day	Arrivals 03.01.11
Guar Seed	Jodhpur (Delivery)	2515	+4.79	Nil
	Jodhpur (Loose)	2250	+2.27	Nil
	Bikaner	2300	-	7000
	Nokha	2370	+2.60	2000
	Hanumangarh	2380	+0.42	200
	Sri-Ganganagar	2320	Unch	800
	Adampur	2360	+0.43	1500
	Sirsa	2360	Unch	800
	Bhiwani	2360	Unch	200
	Deesa	2385	Unch	650
	Nagaur	-	-	-
	Dhabwali	2300	+0.44	70
Guar Gum	Jodhpur	6575	+4.78	N/A
	Bhiwani	6400	Unch	N/A
	Dhabwali	6600	+3.61	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 1066/quintal
Korma	Jodhpur	Rs 1200/quintal

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.67
European Union	Euro	59.37
United Kingdom	GBP	69.44

Commodity	Variety	Value
Guargum Split		\$1425/tonne
Guargum Powder	200 Mesh 5000 CPS	\$1675/tonne
	200 Mesh 3500 CPS	\$1625/tonne
Guargum Meal		\$ 325/ tonne

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