

## 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 positive 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
<b>BUY</b>	>2500	2521	2539	2486
Support & Resistance				
S2	S1	PCP	R1	R2
2467	2487	2509	2549	2564



## GUAR GUM

### Technical Analysis:

- Candlestick chart pattern indicates that bearish 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 down in the neutral zone.
- Guar gum futures are likely to trade range-bound with strong bias in next session.

### Trade Recommendation – Guar gum NCDEX (January)

Call	Entry	T1	T2	SL
<b>SELL</b>	<6625	6561	6535	6657
Support & Resistance				
S2	S1	PCP	R1	R2
6413	6507	6620	6684	6711



### 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 cash markets of Guar seed and Guar gum on Tuesday.
- Guar seed and Guar gum prices are increased due to increasing demand in domestic market as well as in overseas market.
- As per trade sources, demand from guar gum making industries is very high in the spot market. Almost 70-80 percent of the arrivals bought by the guar gum millers.
- Overall arrivals are reported at around 70,000 bags, which is unchanged as compared to the previous day's arrivals. As per the trader's projection, overall arrivals in the spot market will be lower side in coming days, which may push prices upper side in near term.
- The anticipated renewal in the export demand from the US and China is supporting the prices to move upside after the New Year vacations.
- 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, processors in spot markets.*

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 04.01.11	%Change from Prior day	Arrivals 04.01.11
Guar Seed	Jodhpur (Delivery)	2525	+0.40	Nil
	Jodhpur (Loose)	2300	+2.22	Nil
	Bikaner	-	-	-
	Nokha	2430	+2.53	1500
	Hanumangarh	2455	+3.15	200
	Sri-Ganganagar	2340	+0.86	800
	Adampur	2405	+1.91	1500
	Sirsa	2400	+1.69	800
	Bhiwani	2400	+1.69	700
	Deesa	2425	+1.68	700
	Nagaur	-	-	-
	Dhabwali	2350	+2.17	50
Guar Gum	Jodhpur	6650	+1.14	N/A
	Bhiwani	6700	+4.69	N/A
	Dhabwali	6700	+1.52	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
<b>Churi</b>	Jodhpur	Rs 1066/quintal
<b>Korma</b>	Jodhpur	Rs 1200/quintal

Country/ Continent	Currency	Value in Rupees
<b>USA</b>	Dollar	44.84
<b>European Union</b>	Euro	59.79
<b>United Kingdom</b>	GBP	69.32

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

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