

## GUAR SEED

### Technical Analysis:

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

### Trade Recommendation – Guarseed NCDEX (January)

Call	Entry	T1	T2	SL
<b>SELL</b>	<2550	2521	2506	2565
Support & Resistance				
S2	S1	PCP	R1	R2
2497	2515	2533	2556	2579



## 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 up in positive region hints for increase in bullish momentum.
- RSI is moving down in the neutral zone.
- Guar gum futures are likely to trade range-bound with weak bias in next session.

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

Call	Entry	T1	T2	SL
<b>SELL</b>	<6562	6521	6496	6582
Support & Resistance				
S2	S1	PCP	R1	R2
6431	6505	6580	6673	6760



### 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:

- Mixed sentiment witnessed in Guar cash market on Wednesday.
- Higher demand from Rajasthan and Haryana's Guar gum manufactures may provide support to guar seed prices in near term across the spot market.
- Reportedly, guar seed and guar gum prices in spot market may go up in coming days as a result of higher procurement by the stockiest.
- Overall arrivals are reported at around 60,000 bags, which are 10,000 bags lower compared to the previous day's arrivals.
- Lower carry - in stocks in the market may also provide support to the prices in coming days.
- By- product (churi and korma) prices declined in the spot market due to higher crushing following excess supply.
- The anticipated in the export demand from the US and China is supporting the guar gum prices as well as guar seed prices to move upside after the New Year vacations.
- Reduced off take of guar seed is noticed in some areas of Rajasthan and Haryana as a result of quality issue. Buyers are not willing to pay higher prices for the guar seed which is badly affected by the weather condition due to bad climate.

***Both Guar seed and Guar gum prices go upside in coming days due to higher procurement by the processors in the Guar spot market.***

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 05.01.11	%Change from Prior day	Arrivals 05.01.11
Guar Seed	Jodhpur (Delivery)	2550	+0.99	Nil
	Jodhpur (Loose)	2275	-1.09	Nil
	Bikaner	2520	-	4000
	Nokha	2410	-0.82	2000
	Hanumangarh	2455	Unch	300
	Sri-Ganganagar	2360	+0.85	800
	Adampur	2400	-0.21	2000
	Sirsa	2400	Unch	500
	Bhiwani	2405	+0.21	800
	Deesa	2450	+1.03	600
	Nagaur	2220	-	6000
	Dhabwali	2380	+1.28	80
Guar Gum	Jodhpur	6500	-2.26	N/A
	Bhiwani	6600	-1.49	N/A
	Dhabwali	6650	-0.75	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 1067/quintal
Korma	Jodhpur	Rs 1120/quintal

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.20
European Union	Euro	59.99
United Kingdom	GBP	70.27

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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