

## 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 (February)

Call	Entry	T1	T2	SL
<b>BUY</b>	>2505	2530	2550	2490
Support & Resistance				
S2	S1	PCP	R1	R2
2453	2480	2525	2566	2581



## 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 bullish momentum 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.
- Guar gum futures are likely to trade range-bound with strong bias in next session.

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

Call	Entry	T1	T2	SL
<b>BUY</b>	>6571	6629	6645	6542
Support & Resistance				
S2	S1	PCP	R1	R2
6460	6513	6630	6743	6770



### Price Drivers

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

## Spot Market Analysis:

- Mixed sentiment witnessed in Guar cash market on Monday.
- Buyers are not willing to pay higher prices for the guar seed which is affected by the bad weather condition.
- Guar by-product (Churi & Korma) prices declined in the spot market due to excess supply as a result of higher production. Declined demand for churi and korma is affected the guar seed prices in the spot market.
- Overall arrivals are reported at around 75,000 bags, which is higher by 5,000 bags of previous day's arrivals.
- As per market sources, fresh arrivals of guar seed is expected to carry on till the month of January and later it will decrease drastically.
- Lower carry- in stocks in the spot market likely to support the guar prices in coming days.
- Guar seed and guar gum prices in spot market may go up in near term as a result of higher procurement by the stockiest.
- Expectations of increase in demand from Rajasthan and Haryana's Guar gum manufactures may also provide support to guar seed prices in near term across the spot market.

***Both Guar seed and Guar gum prices may go upside in coming days due to lower arrivals and higher export demand. However, improvement in weather condition may allow higher arrivals in the spot market which may restrict the gain.***

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 10.01.11	%Change from Prior day	Arrivals 10.01.11
Guar Seed	Jodhpur (Delivery)	2550	+4.08	Nil
	Jodhpur (Loose)	2275	+1.11	Nil
	Bikaner	2430	+0.83	3000
	Nokha	2390	+0.84	2000
	Hanumangarh			
	Sri-Ganganagar	2340	Unch	600
	Adampur	2400	-0.62	2000
	Sirsa	2400	Unch	500
	Bhiwani	2400	Unch	300
	Deesa	2400	-0.83	700
	Nagaur	2270	-0.44	1500
	Dhabwali	2380	Unch	100
Guar Gum	Jodhpur	6450	Unch	N/A
	Bhiwani	6600	Unch	N/A
	Dhabwali	6500	+0.78	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	45.44
European Union	Euro	58.63
United Kingdom	GBP	70.61

Commodity	Variety	Value
Guargum Split		\$1500/tonne
Guargum Powder	200 Mesh 5000 CPS	\$1780/tonne
	200 Mesh 3500 CPS	\$1740/tonne
Guargum Meal		\$ 340/ tonne

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