

## 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 up in positive region indicates bullish momentum.
- RSI is moving down in the neutral zone.
- Guarseed futures are likely to trade range-bound with firm bias in next session.

### Trade Recommendation – Guarseed NCDEX (February)

Call	Entry	T1	T2	SL
<b>BUY</b>	>2554	2572	2584	2540
Support & Resistance				
S2	S1	PCP	R1	R2
2517	2532	2566	2607	2622



## 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 bullish momentum 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 firm bias in next session.

### Trade Recommendation – Guargum NCDEX (February)

Call	Entry	T1	T2	SL
<b>BUY</b>	>6765	6805	6840	6725
Support & Resistance				
S2	S1	PCP	R1	R2
6490	6541	6783	6960	7022



### 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.
- High demand in the markets

## Spot Market Analysis:

- Strong sentiment witnessed in key Guar cash market on Tuesday.
- Trade participants are uncertain about the output of guar during current year and this has made buyers to refill the stock level.
- Trade participants believe that current year's output along with carry-forward stock merely fulfills the annual consumption and this has further supported bullish sentiments.
- At the global front, importers of US and China are regularly approaching Indian exporters with fresh enquiries.
- Market participants are projecting that, fresh arrivals of guar seed is expected to carry on till the month of January and later it will decrease, which can escalate prices in near term in the spot market.
- Increases demand for Guar gum in the overseas market influenced the Guar split, powder and meal prices in the spot market.

***Guar seed and gum prices are expected to trade with firm bias in near term in anticipation of reduced arrivals in domestic markets against strong demand.***

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 13.01.11	%Change from Prior day	Arrivals 13.01.11
Guar Seed	Jodhpur (Delivery)	2615-20	2.75	2000
	Jodhpur (Loose)	2360	3.74	Nil
	Bikaner	2380-90	0.42	3000
	Nokha	2370	0.85	1500
	Hanumangarh	2515	1.41	200
	Sri-Ganganagar	2500-10	4.15	500
	Adampur	2500	0.59	1800
	Sirsa	2500-10	1.83	600
	Bhiwani	2500-10	4.15	400
	Deesa	2510-20	3.70	300
	Nagaur	2300	-	1500
	Dhabwali	2400	1.64	100
Guar Gum	Jodhpur	6725	4.26	N/A
	Bhiwani	6900	1.47	N/A
	Dhabwali	6800	-	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 893/quintal
Korma	Jodhpur	Rs 1073/quintal

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.13
European Union	Euro	59.10
United Kingdom	GBP	71.05

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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