

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 overbought zone and is warranting the bulls.
- Guarseed futures are likely to trade range-bound with firm bias in next session.

Trade Recommendation – Guarseed NCDEX (February)

Call	Entry	T1	T2	SL
BUY	>2655	2680	2690	2640
Support & Resistance				
S2	S1	PCP	R1	R2
2575	2600	2665	2690	2720



GUAR GUM

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 overbought zone and is warranting the bulls.
- 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
BUY	>7010	7050	7070	6980
Support & Resistance				
S2	S1	PCP	R1	R2
6842	6900	7032	7150	7225



Price Drivers

- Low carry- in stocks.
- Guar gum exports are likely to go up.
- Expectation of better 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.
- Strong demand of the commodity amid reduced arrivals has shoot up the domestic guar prices.
- Guar arrivals have reduced by around 20-21% during last couple of weeks and this has moved up domestic prices by 8.15% during the same period.
- Consistent increase in prices might encourage farmers to offload more quantity in the spot markets but trade participants believe that arrivals will decline in near term as farmers do not have ample stock.
- Stockists are further optimistic for better prices in near term and due to this they are refilling their stock level.

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 15.01.11	%Change from Prior day	Arrivals 15.01.11
Guar Seed	Jodhpur (Delivery)	2720	4.62	-
	Jodhpur (Loose)	2475	3.13	Nil
	Bikaner	2435-40		3500
	Nokha	2450		1000
	Hanumangarh	2600	2.36	200
	Sri-Ganganagar	2560	1.59	800
	Adampur	2560	1.59	3000
	Sirsa	2560	1.59	600
	Bhiwani	2560	1.59	400
	Deesa	2500-05		600-650
	Nagaur	-		-
	Dhabwali	2575		100
Guar Gum	Jodhpur	7000	2.56	N/A
	Bhiwani	7100	2.16	N/A
	Dhabwali	7000		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	45.35
European Union	Euro	60.71
United Kingdom	GBP	71.96

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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