

## GUAR SEED

### Technical Analysis:

- Candlestick chart pattern indicates indecision 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
<b>BUY</b>	>2670	2690	2705	2655
Support & Resistance				
S2	S1	PCP	R1	R2
2600	2633	2671	2720	2735



## GUAR GUM

### 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 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
<b>BUY</b>	>6930	6975	7000	6900
Support & Resistance				
S2	S1	PCP	R1	R2
6842	6900	6963	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:

- Mostly firm sentiments witnessed in key Guar cash market.
- Regular decline in the fresh arrivals has moved the guar prices in northwards direction.
- Excess rainfall at the crucial stages of crop had raised the concerns of lower output and this has made buyers optimistic for further improvement in its prices.
- Stockists are actively buying Guarseed in view of good returns in near term as they believe that farmers have offloaded around 65-70% of the total production.
- Moreover, lucrative demand from overseas countries has further supported the domestic guar prices.

***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 17.01.11	%Change from Prior day	Arrivals 17.01.11
Guar Seed	Jodhpur (Delivery)	2720	-	2000
	Jodhpur (Loose)	2470-75	-	Nil
	Bikaner	2380	2.46	4500
	Nokha	2465	0.61	2000
	Hanumangarh	2600	-	100
	Sri-Ganganagar	2550	0.39	600
	Adampur	2600	1.56	3000
	Sirsa	2600	1.56	500
	Bhiwani	2570	0.39	400
	Deesa	2525-50	1.80	400
	Nagaur	2425-50	-	300
	Dhabwali	2575	-	100
Guar Gum	Jodhpur	6850	2.14	N/A
	Bhiwani	7000	1.41	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	45.59
European Union	Euro	60.73
United Kingdom	GBP	72.31

Commodity	Variety	Value
Guargum Split		\$1750/tonne
Guargum Powder	200 Mesh 5000 CPS	\$1800/tonne
	200 Mesh 3500 CPS	\$1850/tonne
Guargum Meal		\$ 340/ tonne

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