

## GUAR SEED

### Technical Analysis:

- Candlestick chart pattern indicates weakness 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 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>	>2647	2670	2685	2630
Support & Resistance				
S2	S1	PCP	R1	R2
2600	2633	2662	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 – Guar gum NCDEX (February)

Call	Entry	T1	T2	SL
<b>BUY</b>	>6898	6940	6960	6870
Support & Resistance				
S2	S1	PCP	R1	R2
6842	6870	6925	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.
- Fresh arrivals have increased in the spot markets as all India arrivals are reported at around 55000-60000 bags on 18-Jan-2011 compared to the previous day's arrival of 45000-50000 bags.
- Good demand of the commodity has overshadowed the increase arrivals and prices have further improved despite of the increase arrivals.
- Moreover, consistent demand from overseas markets has increased the prices of split, powder and meal and this has supported the domestic prices of guar.
- Another supporting factor for rise in guar prices is the improvement in the prices of by-products.

***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 18.01.11	%Change from Prior day	Arrivals 18.01.11
Guar Seed	Jodhpur (Delivery)	2715-20	0.00	3000
	Jodhpur (Loose)	2460-65	-0.40	Nil
	Bikaner	2460-65	3.57	5000
	Nokha	2470	0.20	1500
	Hanumangarh	2615	0.58	300
	Sri-Ganganagar	2560	0.39	600
	Adampur	2615	0.58	2000
	Sirsa	2640	1.54	600
	Bhiwani	2600	1.17	200
	Deesa	2550-55	0.20	800
	Nagaur	2400	-2.04	700
	Dhabwali	2560	-0.58	200
Guar Gum	Jodhpur	6870	0.29	N/A
	Bhiwani	7050	0.71	N/A
	Dhabwali	7000	0.00	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 1080/quintal
Korma	Jodhpur	Rs 1200/quintal

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.53
European Union	Euro	60.62
United Kingdom	GBP	72.55

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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