

GUAR SEED

Technical Analysis:

- Candlestick chart pattern indicates firmness 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	>2780	2800	2810	2765
Support & Resistance				
S2	S1	PCP	R1	R2
2700	2735	2797	2840	2860



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	>7270	7310	7330	7240
Support & Resistance				
S2	S1	PCP	R1	R2
7080	7120	7310	7350	7380



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.
- Tight supplies in the spot markets against strong demand is consistently supporting the domestic guar prices.
- Fresh arrivals will further decline in near term and this will further support the domestic prices.
- Demand of Indian guar gum in the international market has increased as Pakistan (second largest guar gum exporter) has negligible crop during current year.
- Moreover, consistent improvement in guar prices over NCDEX has further supported spot 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 21.01.11	%Change from Prior day	Arrivals 21.01.11
Guar Seed	Jodhpur (Delivery)	2800	0.36	1000
	Jodhpur (Loose)	2540	0.00	Nil
	Bikaner	2560-80	-2.27	6000
	Nokha	2600	3.17	1500
	Hanumangarh	2700	1.89	300
	Sri-Ganganagar	2640	1.73	600
	Adampur	2700	0.93	2000
	Sirsa	2700	0.75	600
	Bhiwani	2680	1.32	200
	Deesa	2610-20	1.35	450
	Nagaur	2525	2.02	300
	Dhabwali	2600	-	50
Guar Gum	Jodhpur	7050	-1.12	N/A
	Bhiwani	7200	0.00	N/A
	Dhabwali	7250	-	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 1080/quintal
Korma	Jodhpur	Rs 1213/quintal

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.70
European Union	Euro	61.65
United Kingdom	GBP	72.78

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

DISCLAIMER

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>