

GUAR SEED

Technical Analysis:

- Candlestick chart pattern indicates the 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 indicating bullish momentum.
- RSI is moving down in the overbought zone and is warranting the bulls.
- Guarseed futures are likely to trade range-bound with weak bias in next session.

Trade Recommendation – Guarseed NCDEX (February)

Call	Entry	T1	T2	SL
SELL	<2750	2715	2686	2787
Support & Resistance				
S2	S1	PCP	R1	R2
2591	2665	2745	2813	2850



GUAR GUM

Technical Analysis:

- Candlestick chart pattern indicates the 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 up in the overbought zone warranting the bulls.
- Guar gum futures are likely to trade range-bound with weak bias in next session.

Trade Recommendation – Guargum NCDEX (February)

Call	Entry	T1	T2	SL
SELL	<7340	7318	7270	7352
Support & Resistance				
S2	S1	PCP	R1	R2
6998	7135	7335	7418	7469



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 weak sentiment witnessed in Guar cash market on Tuesday.
- Guar by-product (Churi and Korma) prices declined in the spot market due to decreased demand.
- Trade participants are not expecting major downfall because of higher international demand as well as good domestic demand are expected to limit the losses in guar prices.
- As per trader's projection, lower arrivals in coming days can escalate prices in near term in the spot market.
- According to market sources, increase in overseas enquiries from US and China, which has influenced local stockiest and processors to increase buying of guar seed.
- As per market sources, increasing demand from oil exploration sector for guar gum may increase guar gum prices as well as guar seed prices in spot market in coming days.

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 27.01.11	%Change from Prior day	Arrivals 27.01.11
Guar Seed	Jodhpur (Delivery)	2775	-2.63	Nil
	Jodhpur (Loose)	2450	-2.00	Nil
	Bikaner	-	-	-
	Nokha	2610	-0.76	1000
	Hanumangarh	2690	Unch	200
	Sri-Ganganagar	2620	-0.76	600
	Adampur	2700	Unch	800
	Sirsa	2680	-0.74	400
	Bhiwani	2680	-0.74	200
	Deesa	2665	-1.48	700
	Nagaur	2500	+2.67	800
	Dhabwali	2635	+0.38	150
Guar Gum	Jodhpur	7225	-1.03	N/A
	Bhiwani	7400	+1.02	N/A
	Dhabwali	7340	+0.55	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	45.57
European Union	Euro	62.46
United Kingdom	GBP	72.50

Commodity	Variety	Value
Guargum Split		\$1650/tonne
Guargum Powder	200 Mesh 5000 CPS	\$1900/tonne
	200 Mesh 3500 CPS	\$1950/tonne
Guargum Meal		\$ 320/ tonne

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