

GUAR SEED

Technical Analysis:

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

Trade Recommendation – Guarseed NCDEX (February)

Call	Entry	T1	T2	SL
BUY	>2796	2828	2844	2771
Support & Resistance				
S2	S1	PCP	R1	R2
2663	2741	2858	2852	2871



GUAR GUM

Technical Analysis:

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

Trade Recommendation – Guargum NCDEX (February)

Call	Entry	T1	T2	SL
BUY	>7492	7532	7568	7471
Support & Resistance				
S2	S1	PCP	R1	R2
7164	7318	7629	7610	7680



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 Guar cash market on Friday.
- Better demand and fresh buying across the spot markets supported the guar prices today. As per trade sources, processors are buying guar seed actively in the market.
- Higher procurement by the stockiests in the spot market supports the guar seed and guar gum prices to move upside.
- Overall arrivals are decreased in the spot market which also supported the prices to gain. Overall arrivals are reported at around 50,000 bags, which is lower by 5,000 bags as compared to the previous day's arrivals.
- 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.

Both Guar seed and Guar gum prices are likely to go upside in coming days on lower arrivals and increasing demand from the exporters, stockiest, processors in the spot markets.

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 28.01.11	%Change from Prior day	Arrivals 28.01.11
Guar Seed	Jodhpur (Delivery)	2875	+3.60	Nil
	Jodhpur (Loose)	2600	+6.12	Nil
	Bikaner	2745	-	3000
	Nokha	2710	+3.83	1500
	Hanumangarh	2670	-0.74	200
	Sri-Ganganagar	2635	+0.57	600
	Adampur	2700	Unch	1200
	Sirsa	2690	+0.37	600
	Bhiwani	2700	+0.75	400
	Deesa	2635	-1.13	750
	Nagaur	2535	+1.40	600
	Dhabwali	2650	+0.57	100
Guar Gum	Jodhpur	7525	+4.15	N/A
	Bhiwani	7450	+0.68	N/A
	Dhabwali	7500	+2.18	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	45.74
European Union	Euro	62.73
United Kingdom	GBP	72.73

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

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>