

## 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 indicating the bullish momentum in the short term.
- Guarseed futures are likely to trade range-bound with strong bias in next session.

### Trade Recommendation – Guarseed NCDEX (February)

Call	Entry	T1	T2	SL
<b>BUY</b>	>2838	2863	2885	2821
Support & Resistance				
S2	S1	PCP	R1	R2
2745	2796	2837	2893	2929



## 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
<b>BUY</b>	>7806	7858	7898	7780
Support & Resistance				
S2	S1	PCP	R1	R2
7412	7794	7845	7901	7940



### 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 strong sentiment witnessed in key Guar cash market on Monday.
- Better demand and fresh buying across the spot markets supported the guar prices. Reportedly, processors are buying guar seed actively in the market.
- The arrivals are decreasing across the spot markets which also supported the prices to move upside.
- Overall arrivals are reported at around 45,000 bags, which are unchanged as compared to the previous day's arrivals.
- Higher procurement by the stockiests in the spot market also supports the guar seed and guar gum prices to move upside.
- As per trader's projection, overall arrivals will be lower side in coming days, which can gain prices in near term in the spot market.
- Guar seed and guar gum prices getting support on expectations of guar gum exports as a result of increasing demand from oil and gas companies.

***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 31.01.11	%Change from Prior day	Arrivals 31.01.11
Guar Seed	Jodhpur (Delivery)	2900	+0.87	Nil
	Jodhpur (Loose)	2600	+1.96	Nil
	Bikaner	2790	+3.33	7000
	Nokha	2750	+1.48	3000
	Hanumangarh	2775	+0.36	200
	Sri-Ganganagar	2645	Unch	600
	Adampur	2720	Unch	2000
	Sirsa	2720	+0.18	500
	Bhiwani	2715	Unch	300
	Deesa	2660	-1.66	650
	Nagaur	2527	-0.71	600
	Dhabwali	2675	+0.94	100
Guar Gum	Jodhpur	7750	+1.97	N/A
	Bhiwani	7700	Unch	N/A
	Dhabwali	7700	+1.32	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	45.95
European Union	Euro	62.54
United Kingdom	GBP	72.95

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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