

## GUAR SEED

### Technical Analysis:

- Candlestick chart pattern indicates indecision 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>	>2822	2869	2895	2794
Support & Resistance				
S2	S1	PCP	R1	R2
2745	2810	2839	2893	2929



## 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 down in the overbought zone.
- Guar gum futures are likely to trade range-bound with strong bias in next session.

### Trade Recommendation – Guar gum NCDEX (February)

Call	Entry	T1	T2	SL
<b>SELL</b>	<7823	7764	7725	7852
Support & Resistance				
S2	S1	PCP	R1	R2
7426	7631	7820	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 steady to firm sentiment witnessed in key Guar cash market on Tuesday.
- Guar seed and guar gum prices are increased due to increasing demand in domestic market as well as in overseas market.
- As per trade sources, increase in overseas enquiries, especially from the US and China, which has influenced local stockiest and guar gum millers to increase buying of guar seed. Almost 70-80 percent of the arrivals bought by the guar gum millers.
- The arrivals are decreasing across the spot markets which also supported the prices to move upside. Overall arrivals are reported at around 40,000 - 50,000 bags, which are lower as compared to the previous day's 45,000 - 55,000 bags.
- As per the trader's projection, overall arrivals in the spot market will be lower side in coming days, which may push prices upper side in near term.
- Expectations of increase in the crude oil extraction activities in near term which may likely to support the guar gum prices.

***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 01.02.11	%Change from Prior day	Arrivals 01.02.11
Guar Seed	Jodhpur (Delivery)	2900	Unch	Nil
	Jodhpur (Loose)	2650	+1.92	Nil
	Bikaner	2780-90	Unch	5000
	Nokha	2750	Unch	1500
	Hanumangarh	2770	-0.18	200
	Sri-Ganganagar	2660	+0.57	300
	Adampur	2825	+3.86	1800
	Sirsa	2790	+2.57	1000
	Bhiwani	2725	+0.37	250
	Deesa	2660	Unch	650
	Nagaur	2530	+0.12	500
	Dhabwali	2850	+4.59	150
Guar Gum	Jodhpur	7725	-0.32	N/A
	Bhiwani	7800	+1.30	N/A
	Dhabwali	7850	+0.64	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	45.81
European Union	Euro	62.84
United Kingdom	GBP	73.58

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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