

## 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 flattering in positive region.
- 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>	>2860	2896	2920	2830
Support & Resistance				
S2	S1	PCP	R1	R2
2794	2830	2855	2899	2939



## 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.
- 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>	>7843	7893	7931	7810
Support & Resistance				
S2	S1	PCP	R1	R2
7421	7632	7882	7942	7970



### 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 Wednesday.
- Fresh buying across the spot markets supported the guar prices.
- As per trade sources, higher demand for guar gum in international market supported the guar gum prices and it influenced for increased buying of guar seed by processors (almost 70-80 percent).
- As a result of higher procurement by the stockiests, guar seed and guar gum prices move up side in the spot market.
- Overall arrivals are reported at around 40,000 - 50,000 bags, which are unchanged as compared to the previous day's arrivals.
- 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 are indicating strong overseas demand for the guar gum which may likely to support the guar gum 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 02.02.11	%Change from Prior day	Arrivals 02.02.11
Guar Seed	Jodhpur (Delivery)	2940	+1.38	Nil
	Jodhpur (Loose)	2650	Unch	Nil
	Bikaner	2840	+1.79	3000
	Nokha	2750	Unch	1500
	Hanumangarh	2800	+1.08	200
	Sri-Ganganagar	2800	+1.45	400
	Adampur	2900	+2.65	1500
	Sirsa	2890	+3.58	600
	Bhiwani	2870	+2.50	600
	Deesa	2705	+1.69	600
	Nagaur	2640	+4.35	500
	Dhabwali	2825	-0.88	100
Guar Gum	Jodhpur	7850	+1.62	N/A
	Bhiwani	7900	+1.28	N/A
	Dhabwali	7900	+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	45.63
European Union	Euro	63.16
United Kingdom	GBP	73.72

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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