

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 the bullish momentum in the short term.
- RSI is moving down in the overbought zone indicating the bearish momentum in the short term.
- Guarseed futures are likely to trade range-bound with firm bias in next session.

Trade Recommendation – Guarseed NCDEX (February)

Call	Entry	T1	T2	SL
BUY	>2910	2944	2978	2889
Support & Resistance				
S2	S1	PCP	R1	R2
2812	2857	2900	2994	3023



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

Trade Recommendation – Guargum NCDEX (February)

Call	Entry	T1	T2	SL
BUY	>8130	8172	8198	8109
Support & Resistance				
S2	S1	PCP	R1	R2
7638	7904	8140	8257	8357



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 tone of sentiment witnessed in key cash markets of guar seed and guar gum on Friday.
- Good demand for guar seed and guar gum across the spot markets is supporting the price to upside.
- As per trade sources, stockiests are buying guar seed actively in the spot market which is strongly support the guar seed as well as guar gum prices.
- Lower arrivals in the major mandis as well as higher procurement by the processors in the spot market supporting the guar seed and guar gum prices to go upside incessantly.
- Arrivals are decreased in the major mandis of Rajasthan and Haryana which also supported the prices to gain. Overall arrivals are reported at around 40,000 - 45,000 bags, which are 5,000 bags lower as compared to the previous day's arrivals.
- As per the trade sources, 75-80 percent of guar seed has been already traded at the spot market and there will be scattered arrivals in further days is expected, which may likely to support the guar seed and guar gum prices to move up side in near term.
- Strong demand in international market supported the guar gum prices to go upside in the spot market.

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 04.02.11	%Change from Prior day	Arrivals 04.02.11
Guar Seed	Jodhpur (Delivery)	3025	+3.42	Nil
	Jodhpur (Loose)	2725	+2.83	Nil
	Bikaner	2910	+0.69	3000
	Nokha	2800	+1.08	1500
	Hanumangarh	2875	+2.31	200
	Sri-Ganganagar	2921	+4.70	300
	Adampur	3025	+3.07	1800
	Sirsa	3000	+2.04	600
	Bhiwani	3010	+3.26	300
	Deesa	2705	-1.10	500
	Nagaur	2800	+2.94	500
	Dhabwali	2850	Unch	-
Guar Gum	Jodhpur	8300	+4.08	N/A
	Bhiwani	8300	+3.75	N/A
	Dhabwali	8100	+2.21	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	45.64
European Union	Euro	62.24
United Kingdom	GBP	73.66

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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