

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 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	>2914	2954	2982	2892
Support & Resistance				
S2	S1	PCP	R1	R2
2813	2858	2909	3029	3056



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 firm bias in next session.

Trade Recommendation – Guargum NCDEX (February)

Call	Entry	T1	T2	SL
BUY	>8215	8287	8348	8174
Support & Resistance				
S2	S1	PCP	R1	R2
7630	7885	8246	8390	8451



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:

- Mixed tone of sentiment witnessed in key cash markets of guar seed and guar gum on Saturday.
- Due to weekend period trading activities were dull in spot market today.
- Trade participants are not expecting major downfall because of higher international demand along with good domestic demand are expected to limit the losses in guar prices.
- Overall arrivals are reported at around 40,000 - 50,000 bags, which are unchanged as compared to the previous days arrivals.
- As per market participants, almost guar seed has been already traded in the spot market and it will be lower side till the end of this month, which may likely to support the guar seed and guar gum prices in coming days.
- Lower carry- in stocks in the spot market likely to support the guar prices in coming days.
- Guar seed and guar gum prices in spot market may go up in near term as a result of higher procurement by the stockiest.

Guar seed and gum prices are expected to trade with firm bias in near term in expectation of reduced arrivals in domestic markets against strong demand.

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 05.02.11	%Change from Prior day	Arrivals 05.02.11
Guar Seed	Jodhpur (Delivery)	3000	-0.83	Nil
	Jodhpur (Loose)	2700	-0.92	Nil
	Bikaner	2890	-0.69	2000
	Nokha	2800	Unch	1000
	Hanumangarh	2850	-0.87	150
	Sri-Ganganagar	2915	-0.21	600
	Adampur	3040	+0.50	2500
	Sirsa	3000	Unch	1000
	Bhiwani	3015	+0.17	400
	Deesa	2720	+0.55	750
	Nagaur	2800	Unch	700
	Dhabwali	-	-	-
Guar Gum	Jodhpur	8250	-0.60	N/A
	Bhiwani	8300	Unch	N/A
	Dhabwali	-	-	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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