

## GUAR SEED

### Technical Analysis:

- Candlestick chart pattern indicates the bearish sentiment in the market.
- Prices closed between 9 and 18 day EMAs supporting the range bound movement in the short term.
- MACD is moving down in overbought region warranting the bulls.
- RSI is moving down in the neutral zone indicating the bearish momentum in the short term.
- Guarseed futures are likely to trade range-bound with weak bias in next session.

### Trade Recommendation – Guarseed NCDEX (March)

Call	Entry	T1	T2	SL
<b>SELL</b>	<2856	2826	2784	2872
Support & Resistance				
S2	S1	PCP	R1	R2
2720	2796	2867	2899	2940



## 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 down in positive region indicates bearish momentum.
- RSI is moving down in the neutral zone.
- Guar gum futures are likely to trade range-bound with weak bias in next session.

### Trade Recommendation – Guargum NCDEX (March)

Call	Entry	T1	T2	SL
<b>SELL</b>	<8050	7880	7810	8082
Support & Resistance				
S2	S1	PCP	R1	R2
7587	7804	8168	8240	8290



### 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:

- Weak tone of sentiment witnessed in key cash markets of guar seed and guar gum on Monday.
- Buyers are not willing to pay higher prices for guar seed and guar gum as they have enough quantities of stock for their further requirement.
- Sellers are offloading their stocks in the spot market as higher prices are prevailing for guar seed and guar gum.
- In some mandis of Rajasthan and Haryana arrivals are increased which might exert pressure on prices in the spot market.
- Overall arrivals are reported at around 50,000 bags, which are unchanged as compared to the previous day's arrivals.
- As per trade sources, almost 80 - 85 percent of 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.
- Trade participants are not expecting major downfall because of higher export demand for guar gum which may likely to support guar gum as well as guar seed prices in the spot market.

***Both guar seed and gum prices are expected to trade with firm bias in near term in expectation of decreased arrivals in domestic markets against strong demand for guar gum in international market.***

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 07.02.11	%Change from Prior day	Arrivals 07.02.11
Guar Seed	Jodhpur (Delivery)	-	-	Nil
	Jodhpur (Loose)	-	-	Nil
	Bikaner	2820	-2.42	2500
	Nokha	2720	-2.86	2000
	Hanumangarh	2815	-1.23	200
	Sri-Ganganagar	2900	-0.51	700
	Adampur	3000	-1.32	3000
	Sirsa	3010	+0.33	600
	Bhiwani	2960	-1.82	600
	Deesa	2705	-0.55	800
	Nagaur	2845	+1.61	800
	Dhabwali	2900	-	85
Guar Gum	Jodhpur	-	-	N/A
	Bhiwani	8400	+1.20	N/A
	Dhabwali	8250	-	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	45.59
European Union	Euro	62.04
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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