

GUAR SEED

Technical Analysis:

- Candlestick chart pattern indicates the bullish 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 neutral 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
SELL	<2857	2822	2754	2875
Support & Resistance				
S2	S1	PCP	R1	R2
2716	2797	2876	2927	2960



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 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
SELL	<8110	8050	7990	8140
Support & Resistance				
S2	S1	PCP	R1	R2
7575	7815	8127	8519	8602



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 Tuesday.
- Sellers are continued to offload their stocks in the spot market.
- The processors and stockiests are inactive across the spot markets as on higher prices. As per trade sources, the guar gum manufacturers already have sufficient amount of stock to fulfill their export demand.
- Overall arrivals are reported at around 40,000 - 50,000 bags, which are unchanged as compared to the previous day's arrivals.
- As per trader's projections, overall arrivals will be decrease in near term, which may likely to support the guar prices.
- Export demand for Indian guar gum is further expected to increase in coming days due to crop damaged in Pakistan on because of floods (second largest guar gum exporter followed by India) and India will have to fulfill the overseas requirement.

Both guar seed and gum prices are expected to trade with firm bias in near term in expectations 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 08.02.11	%Change from Prior day	Arrivals 08.02.11
Guar Seed	Jodhpur (Delivery)	2800	-	Nil
	Jodhpur (Loose)	2550	-	Nil
	Bikaner	2700	-4.26	2000
	Nokha	2670	-1.84	1500
	Hanumangarh	2700	-4.09	200
	Sri-Ganganagar	2825	-2.59	400
	Adampur	2910	-3.00	1200
	Sirsa	2935	-2.49	300
	Bhiwani	2915	-1.52	200
	Deesa	2672	-1.22	400
	Nagaur	2840	-0.18	400
	Dhabwali	2825	-2.59	60
Guar Gum	Jodhpur	7850	-	N/A
	Bhiwani	8100	-3.57	N/A
	Dhabwali	7880	-4.48	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	45.39
European Union	Euro	61.84
United Kingdom	GBP	73.30

Commodity	Variety	Value
Guargum Split		\$1720/tonne
Guargum Powder	200 Mesh 5000 CPS	\$2025/tonne
	200 Mesh 3500 CPS	\$1975/tonne
Guargum Meal		\$ 325/ tonne

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