

## 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 down in neutral region warranting the bulls.
- RSI is moving up in the neutral zone indicating the bullish momentum in the short term.
- Guarseed futures are likely to trade range-bound with firm bias in next session.

### Trade Recommendation – Guarseed NCDEX (March)

Call	Entry	T1	T2	SL
<b>BUY</b>	>2896	2936	2958	2876
Support & Resistance				
S2	S1	PCP	R1	R2
2718	2799	2939	2987	3029



## 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 neutral zone.
- Guar gum futures are likely to trade range-bound with firm bias in next session.

### Trade Recommendation – Guargum NCDEX (March)

Call	Entry	T1	T2	SL
<b>BUY</b>	>8284	8370	8445	8241
Support & Resistance				
S2	S1	PCP	R1	R2
7802	8017	8459	8501	8582



### 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 steady to firm sentiment witnessed in key Guar cash market on Wednesday and in some markets, guar prices were slightly down by 8% as compared to the previous day's prices.
- High demand for guar gum supports the guar seed and guar gum prices to move upside.
- Overall arrivals are reported at around 30,000 - 40,000 bags, which are 10,000 bags lower as compared to the previous days arrivals.
- As per trade sources, from mid-off October, 10" to till date 65,95000 bags of guar (new crop arrivals) are traded and it will be reduce in near term, which may likely to support the guar prices.
- Guar gum export increased as compared to April - Sep 09, 94576 MT to April - Sep10, 168234 MT, which is up by 73658 MT.
- 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 coming days on expectation of reduce arrivals in domestic markets against strong demand for guar gum in international market.*

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 09.02.11	%Change from Prior day	Arrivals 09.02.11
Guar Seed	Jodhpur (Delivery)	2950	+5.36	Nil
	Jodhpur (Loose)	2650	+3.92	Nil
	Bikaner	2850	+5.56	1500
	Nokha	2700	+1.12	1000
	Hanumangarh	2730	+1.11	150
	Sri-Ganganagar	2820	-0.18	200
	Adampur	2925	+0.52	500
	Sirsa	2925	-0.34	200
	Bhiwani	2925	+0.34	300
	Deesa	2650	-0.82	400
	Nagaur	2815	-0.88	600
	Dhabwali	2850	+0.88	50
Guar Gum	Jodhpur	8000	+1.91	N/A
	Bhiwani	8350	+3.09	N/A
	Dhabwali	8175	+3.74	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 907/quintal
Korma	Jodhpur	Rs 1080/quintal

Country/Continent	Currency	Value in Rupees
USA	Dollar	45.33
European Union	Euro	61.86
United Kingdom	GBP	72.89

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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