

## 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 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 firm bias in next session.

### Trade Recommendation – Guarseed NCDEX (March)

Call	Entry	T1	T2	SL
<b>BUY</b>	>2906	2939	2957	2883
Support & Resistance				
S2	S1	PCP	R1	R2
2721	2798	2926	2977	3026



## GUAR GUM

### Technical Analysis:

- Candlestick chart pattern indicates the indecision 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>	>8460	8530	8580	8420
Support & Resistance				
S2	S1	PCP	R1	R2
7810	8024	8490	8601	8670



### 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 sentiment witnessed in Guar cash market on Thursday.
- Escalating demand for the ready guar gum was reported across the spot market. Good buying for ready guar gum sturdily supports the guar seed and guar gum prices to gain.
- Demand for guar gum also increases the Guar gum split 4%, Guar gum powder 6.5% and Guar gum meal 1.5% prices to move upside as compared to the previous week.
- 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
- Overall arrivals are reported at around 30,000 - 35,000 bags, which are 5,000 bags lower as compared to the previous days arrivals.
- As per trade sources, guar prices may likely to increase in coming days as overall arrivals continue to remain low (from mid-off Oct10' to till date 66, 35000 bags of new crop arrivals were traded) amid increasing demand.

*Both guar seed and gum prices are expected to trade positive in coming days on anticipation of reduce arrivals in domestic markets against good buying support for guar gum from the processors.*

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 10.02.11	%Change from Prior day	Arrivals 10.02.11
Guar Seed	Jodhpur (Delivery)	2980	+1.02	Nil
	Jodhpur (Loose)	2700	+1.89	Nil
	Bikaner	2860	+0.35	2000
	Nokha	2780	+2.96	1000
	Hanumangarh	2835	+3.85	150
	Sri-Ganganagar	2910	+3.19	350
	Adampur	3025	+3.42	600
	Sirsa	3025	+3.42	600
	Bhiwani	3010	+2.91	200
	Deesa	2685	+1.32	500
	Nagaur	2810	-0.18	700
	Dhabwali	2900	+1.75	-
Guar Gum	Jodhpur	8250	+3.13	N/A
	Bhiwani	8600	+2.99	N/A
	Dhabwali	8475	+3.67	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	45.58
European Union	Euro	62.41
United Kingdom	GBP	73.36

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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