

## 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>	>2885	2918	2944	2868
Support & Resistance				
S2	S1	PCP	R1	R2
2733	2808	2915	2971	3015



## 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 firm bias in next session.

### Trade Recommendation – Guargum NCDEX (March)

Call	Entry	T1	T2	SL
<b>BUY</b>	>8280	8340	8372	8260
Support & Resistance				
S2	S1	PCP	R1	R2
7811	8039	8300	8583	8648



### 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:

- Steady sentiment witnessed in Guar cash market on Friday.
- According to trade sources, sluggish demand for Guar seed and Guar gum in the spot market noticed today due to reduced off take by processors as well as stockiest as higher prices are prevailing.
- 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.
- Overall arrivals are reported at around 35,000 - 40,000 bags, which are unchanged as compared to the previous days arrivals.
- In spite of better guar seed production this season (2010-11), Guar prices are trading at its all time high due to increasing demand from oil sector (US) for guar gum. Guar seed and guar gum prices increased in current year (as on till date) as compared to the previous year up by Rs.365/qtl and Rs.3125/qtl.
- 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 weak.
- Stock position of guar seed and guar gum at NCDEX accredited warehouses till 10<sup>th</sup> February, 2011 is reported at 93,053 MT and 20640 MT respectively.

***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.***

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 11.02.11	%Change from Prior day	Arrivals 11.02.11
Guar Seed	Jodhpur (Delivery)	2980	Unch	Nil
	Jodhpur (Loose)	2680	-0.74	Nil
	Bikaner	2860	Unch	2000
	Nokha	2810	+1.08	1200
	Hanumangarh	2835	Unch	150
	Sri-Ganganagar	3025	+3.95	400
	Adampur	3025	Unch	2000
	Sirsa	3025	Unch	600
	Bhiwani	3025	+0.50	700
	Deesa	2675	-0.37	600
	Nagaur	2830	+0.71	800
	Dhabwali	2900	Unch	50
Guar Gum	Jodhpur	8250	Unch	N/A
	Bhiwani	8600	Unch	N/A
	Dhabwali	8475	Unch	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	45.76
European Union	Euro	62.02
United Kingdom	GBP	73.38

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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