

## 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 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
<b>SELL</b>	<2932	2907	2878	2949
Support & Resistance				
S2	S1	PCP	R1	R2
2796	2838	2904	2969	3012



## 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 up 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>	<8326	8284	8264	8305
Support & Resistance				
S2	S1	PCP	R1	R2
7819	8034	8303	8524	8588



### 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 sentiment witnessed in Guar cash market on Saturday.
- Due to weekend period trading activities were dull in spot market today.
- As per market participants, sluggish demand for Guar seed from the guar gum manufactures at higher price levels are existing.
- Reduced demand from stockiest has seen in the spot market as they have enough quantities of stock for their further requirement.
- Demand for Guar by- products (Churi and Korma) are decreased in the spot market. Churi prices decreased by 16% and Korma prices decreased by 11% as compared to the previous weak
- Overall arrivals are reported at around 35,000 - 40,000 bags, which are unchanged as compared to the previous days arrivals.
- Expectations of increase in the crude oil extraction activities in near term are indicating strong overseas demand for the guar gum which may likely to support the guar gum prices.
- 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.

***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 12.02.11	%Change from Prior day	Arrivals 12.02.11
Guar Seed	Jodhpur (Delivery)	2970	-0.34	Nil
	Jodhpur (Loose)	2705	+0.93	Nil
	Bikaner	2820	-1.40	1500
	Nokha	2810	Unch	1000
	Hanumangarh	-	-	-
	Sri-Ganganagar	2900	-4.13	500
	Adampur	3000	-0.83	2000
	Sirsa	3000	-0.83	700
	Bhiwani	3005	-0.66	1500
	Deesa	-	-	-
	Nagaur	2900	+2.47	700
	Dhabwali	2900	Unch	-
Guar Gum	Jodhpur	8100	-1.82	N/A
	Bhiwani	8350	-2.91	N/A
	Dhabwali	8300	-2.06	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	45.59
European Union	Euro	61.73
United Kingdom	GBP	73.05

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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