

## GUAR SEED

### Technical Analysis:

- Candlestick chart pattern indicates the bearish sentiment in the market.
- Prices closed below 9 and 18 day EMAs supporting the bearish 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 weak bias in next session.

### Trade Recommendation – Guarseed NCDEX (March)

Call	Entry	T1	T2	SL
<b>SELL</b>	<2775	2748	2728	2790
Support & Resistance				
S2	S1	PCP	R1	R2
2715	2768	2788	2840	2900



## GUAR GUM

### Technical Analysis:

- Candlestick chart pattern indicates the bearish sentiment in the market.
- Prices closed below 9 and 18 day EMAs supporting the bearish 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
<b>SELL</b>	<7951	7910	7886	7978
Support & Resistance				
S2	S1	PCP	R1	R2
7656	7809	7971	8206	8296



### 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.
- Reducing demand in the markets.

### Spot Market Analysis:

- Weak sentiment witnessed in key cash markets of Guar seed and Guar Gum on Monday.
- Sluggish spot buying was reported across the spot market.
- As per market participants, demand from the processors and the stockiest is continuously decreasing in the spot market. Stockiest and the processors are not interested to pay higher prices for guar seed and guar gum as they have ample quantity of stock to fulfill their requirement.
- Exporters are inactive in the domestic market, as a result of lack of fresh export orders.
- Overall arrivals are reported at around 35,000 - 40,000 bags, which are unchanged as compared to the previous days arrivals.
- As per trade information, stockiest are thinking to release their stocks in the spot market, which may likely to exert pressure on guar prices in short term.
- 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 week.

*Both guar seed and gum prices are expected to trade range bound with side ways move in coming days on anticipation of sluggish demand from the buyers in the spot market. However, reducing arrivals may support the guar prices to gain.*

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 14.02.11	%Change from Prior day	Arrivals 14.02.11
Guar Seed	Jodhpur (Delivery)	2950	-0.67	Nil
	Jodhpur (Loose)	2680	-0.92	Nil
	Bikaner	2770	-1.77	700
	Nokha	2810	Unch	700
	Hanumangarh	2815	-	100
	Sri-Ganganagar	2890	-0.34	400
	Adampur	3000	Unch	1200
	Sirsa	2990	-0.33	600
	Bhiwani	2992	-0.43	1200
	Deesa	2675	-	400
	Nagaur	2800	-3.45	700
	Dhabwali	2900	Unch	-
Guar Gum	Jodhpur	8100	Unch	N/A
	Bhiwani	8300	-0.60	N/A
	Dhabwali	8275	-0.30	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	45.50
European Union	Euro	61.63
United Kingdom	GBP	73.06

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

#### DISCLAIMER

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>