

## GUAR SEED

### Technical Analysis:

- Candlestick chart pattern indicates the bullish sentiment in the market.
- Prices closed below 9 and 18 day EMAs supporting the bearish momentum in the short term.
- RSI is moving up in the neutral zone indicating the bullish momentum in the short term.
- MACD is moving down in neutral region warranting the bulls.
- Guarseed futures are likely to trade range-bound with strong bias in next session.

### Trade Recommendation – Guarseed NCDEX (March)

Call	Entry	T1	T2	SL
<b>BUY</b>	>2815	2845	2888	2779
Support & Resistance				
S2	S1	PCP	R1	R2
2625	2718	2806	2995	3018



## GUAR GUM

### Technical Analysis:

- Candlestick chart pattern indicates the bullish sentiment in the market.
- Prices closed between 9 and 18 day EMAs supporting the range bound movement in the short term.
- RSI is moving up in the neutral zone
- MACD is moving down in positive region indicates bearish momentum.
- Guar gum futures are likely to trade range-bound with strong bias in next session.

### Trade Recommendation – Guar gum NCDEX (March)

Call	Entry	T1	T2	SL
<b>BUY</b>	>8032	8062	8093	8015
Support & Resistance				
S2	S1	PCP	R1	R2
7577	7672	8030	8106	8143



### 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 Tuesday.
- Bad weather condition in some areas of Rajasthan and Haryana has subdued the trading activities in the spot market today.
- As per market participants, the demand across the spot markets is gradually decreasing as the millers and the stockists are inactive.
- The selling pressure from the stockiest of Guar seed has reported across the spot market as against the inactive buyers.
- Due to lack of fresh export enquiries exporters of Guar gum still inactive in the domestic market.
- Overall arrivals are reported at around 30,000 - 35,000 bags, which are 5,000 bags are lower as compared to the previous days arrivals.
- Slight improvement is recorded in demand of Guar by-products (Churi & Korma). Churi prices increased by 11% and Korma prices increased by 0.65% as compared to the previous day.
- Stock position of guar seed and guar gum at NCDEX accredited warehouses till 14<sup>th</sup> February, 2011 is reported at 94,150 MT and 21,000 MT respectively.

***Both guar seed and gum prices are expected to trade range bound with firm bias in short term on anticipation of reducing arrivals in the spot market.***

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 15.02.11	%Change from Prior day	Arrivals 15.02.11
Guar Seed	Jodhpur (Delivery)	2850	-3.39	Nil
	Jodhpur (Loose)	2580	-3.73	Nil
	Bikaner	2680	-3.25	200
	Nokha	2680	-4.63	500
	Hanumangarh	2700	-4.09	100
	Sri-Ganganagar	2780	-3.81	200
	Adampur	2860	-4.67	500
	Sirsa	2840	-5.02	200
	Bhiwani	2840	-5.08	150
	Deesa	2610	-2.43	600
	Nagaur	2740	-2.14	600
	Dhabwali	2800	-3.45	25
Guar Gum	Jodhpur	7850	-3.09	N/A
	Bhiwani	8100	-2.41	N/A
	Dhabwali	7800	-5.74	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 1014/quintal
Korma	Jodhpur	Rs 1087/quintal

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.45
European Union	Euro	61.43
United Kingdom	GBP	72.90

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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