

GUAR SEED

Technical Analysis:

- Candlestick chart pattern indicates the bullish sentiment in the market.
- Prices closed above 9 and 18 day EMAs supporting the bullish 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.
- Guar seed futures are likely to trade range-bound with strong bias in next session.

Trade Recommendation – Guarseed NCDEX (March)

Call	Entry	T1	T2	SL
BUY	>2902	2940	2978	2868
Support & Resistance				
S2	S1	PCP	R1	R2
2789	2828	2894	2983	2997



GUAR GUM

Technical Analysis:

- Candlestick chart pattern indicates the bullish sentiment in the market.
- Prices closed above 9 and 18 day EMAs supporting the bullish momentum 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 – Guargum NCDEX (March)

Call	Entry	T1	T2	SL
BUY	>8306	8370	8398	8248
Support & Resistance				
S2	S1	PCP	R1	R2
7984	8031	8385	8467	8510



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:

- Strong sentiment witnessed in key cash markets of Guar seed and Guar Gum on Thursday.
- Good buying for ready Guar gum was reported across the spot market today.
- Stockiests are started releasing their stocks in the spot market as a result improvement in weather condition.
- Slight improvements of arrivals are reported across the spot market. Overall arrivals are reported at around 50,000 bags, which are higher by 20,000 bags as compared to the previous day's arrivals.
- As per trade sources, almost 65 - 70 percent of the total guar output (new crop) have already arrived in the domestic markets and arrivals of new crop will reduce in near term.
- In the domestic market, trade participants are optimistic about the increase in exports of guar gum in coming days due to low stocks and crop damaged in Pakistan(second largest gum exporter followed by India) on because of floods and India will have to fulfill the overseas requirement.
- FOB prices of 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

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 17.02.11	%Change from Prior day	Arrivals 17.02.11
Guar Seed	Jodhpur (Delivery)	2980	+1.02	Nil
	Jodhpur (Loose)	2725	+2.83	Nil
	Bikaner	2870	+2.50	1000
	Nokha	2880	+5.11	800
	Hanumangarh	2880	+3.23	100
	Sri-Ganganagar	2900	+2.29	-
	Adampur	2970	+1.54	1700
	Sirsa	2970	+1.19	100
	Bhiwani	2970	+1.37	200
	Deesa	2700	+2.27	400
	Nagaur	2820	+3.11	300
	Dhabwali	2950	+3.51	50
Guar Gum	Jodhpur	8400	+5.00	N/A
	Bhiwani	8600	+1.18	N/A
	Dhabwali	8475	+3.35	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	45.38
European Union	Euro	61.60
United Kingdom	GBP	73.08

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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