

## 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 up in neutral region indicating the bullish momentum in the short term.
- 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
<b>BUY</b>	>2905	2935	2955	2873
Support & Resistance				
S2	S1	PCP	R1	R2
2851	2871	2926	2974	2992



## 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.
- RSI is moving down in the neutral zone.
- MACD is moving down in positive region indicates bearish momentum.
- 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>	<8361	8301	8266	8399
Support & Resistance				
S2	S1	PCP	R1	R2
8154	8223	8315	8400	8437



### 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:

- Mostly weak tone of sentiment witnessed in key cash markets of Guar seed and Guar gum on Monday.
- Reduced off take of guar seed is noticed in some areas of Rajasthan and Haryana as a result of quality issue. Buyers are not willing to pay higher prices for the guar seed which is affected by the weather condition due to bad climate.
- As per market sources, sluggish demand from the processors are noticed at higher price levels are existing.
- Demands from stockiests are still subdued in the spot market. The selling pressure from the stockiest of Guar seed has reported across the spot market as against the inactive buyers.
- Overall arrivals are reported at around 35,000 bags, which are lower by 5,000 bags as compared to the previous day's arrivals.
- Due to lack of fresh export enquiries exporters of Guar gum still inactive in the domestic market.
- Stock position of guar seed and guar gum at NCDEX accredited warehouses till 19th February, 2011 is reported at 95,379 MT and 22,276 MT respectively.

***Both guar seed and gum prices are expected to trade range bound with firm bias in near term in expectation of decreased arrivals in domestic markets . Though, inactive buyers for Guar gum has restricted the gain.***

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 21.02.11	%Change from Prior day	Arrivals 21.02.11
Guar Seed	Jodhpur (Delivery)	2980	Unch	Nil
	Jodhpur (Loose)	2730	+0.37	Nil
	Bikaner	2870	Unch	2000
	Nokha	2850	-1.04	2000
	Hanumangarh	2900	-	60
	Sri-Ganganagar	2900	-2.36	100
	Adampur	3050	Unch	1500
	Sirsa	3000	-1.64	300
	Bhiwani	3015	-0.82	1200
	Deesa	2745	-1.26	600
	Nagaur	2840	-2.07	300
	Dhabwali	2950	Unch	-
Guar Gum	Jodhpur	8200	Unch	N/A
	Bhiwani	8600	+0.58	N/A
	Dhabwali	8400	-0.30	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 974/quintal
Korma	Jodhpur	Rs 1114/quintal

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.11
European Union	Euro	61.70
United Kingdom	GBP	73.25

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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