

## 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.
- RSI is moving down in the neutral zone indicating the bearish momentum in the short term.
- MACD is moving down in negative zone indicating the bearish momentum in the short term.
- Guar seed 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>	<2755	2720	2697	2776
Support & Resistance				
S2	S1	PCP	R1	R2
2700	2733	2730	2829	2868



## GUAR GUM

### Technical Analysis:

- Candlestick chart pattern indicates the indecision situation in the market.
- Prices closed below 9 and 18 day EMAs supporting the bearish momentum in the short term.
- RSI is moving down in the neutral zone.
- MACD is moving down in positive region indicates bearish momentum.
- Guar seed 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>	<7820	7767	7740	7890
Support & Resistance				
S2	S1	PCP	R1	R2
7661	7714	7746	8120	8150



### 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.
- Low demand in the markets.

### Spot Market Analysis:

- Weak sentiment featured in key cash markets of Guar seed and Guar gum on Monday.
- The selling pressure from the stockiest of Guar seed has reported across the spot market as against the inactive buyers as they have enough quantity of stock.
- Demand from Guar gum millers is gradually decreasing across the spot market which affects the guar prices.
- Due to lack of arrivals submissive trade activity noticed in Sri-Ganganagar market.
- Overall arrivals are reported at around 25,000 bags, which are unchanged as compared to the previous day's arrivals.
- Decreased in Guar gum prices also affect the guar gum split, powder and meal prices in the spot market. Guar gum split 3.8%, Guar gum powder 3.2% and Guar gum meal 3.3% prices decreased as compared to the previous day.
- Demand for Guar by- products (Churi and Korma) are decreased in the spot market. Churi decreases by 6.7% and Korma decreases by 6.5% as compared to the previous day's prices.
- 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.

*Both guar seed and gum prices are expected to trade range bound with weak bias in coming days on anticipation of subdued demand from stockiests and processors in the spot market. However, reducing arrivals in the spot market may restrict the losses.*

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 07.03.11	%Change from Prior day	Arrivals 07.03.11
Guar Seed	Jodhpur (Delivery)	2900	-1.19	Nil
	Jodhpur (Loose)	2680	-1.47	Nil
	Bikaner	2800	-1.75	300
	Nokha	2710	-1.45	700
	Hanumangarh	2741	-3.14	100
	Sri-Ganganagar	-	-	-
	Adampur	2880	-1.71	600
	Sirsa	2880	-1.71	200
	Bhiwani	2870	-1.37	200
	Deesa	2685	-0.37	400
	Nagaur	2765	-1.43	300
	Dhabwali	2810	-3.10	-
Guar Gum	Jodhpur	7800	-2.50	N/A
	Bhiwani	8100	-3.57	N/A
	Dhabwali	8000	-4.19	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 920/quintal
Korma	Jodhpur	Rs 1047/quintal

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.13
European Union	Euro	63.06
United Kingdom	GBP	73.35

Commodity	Variety	Value
Guargum Split		\$1850/tonne
Guargum Powder	200 Mesh 5000 CPS	\$2250/tonne
	200 Mesh 3500 CPS	\$2200/tonne
Guargum Meal		\$ 340/ 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>