

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 negative zone indicating the bearish momentum in the short term.
- RSI is moving down in the neutral 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 (April)

Call	Entry	T1	T2	SL
SELL	<2797	2768	2735	2840
Support & Resistance				
S2	S1	PCP	R1	R2
2749	2764	2703	2860	2881



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 negative region indicates bearish momentum.
- RSI is moving down in the neutral zone.
- Guar seed futures are likely to trade range-bound with weak bias in next session.

Trade Recommendation – Guargum NCDEX (April)

Call	Entry	T1	T2	SL
SELL	<7779	7675	7624	7870
Support & Resistance				
S2	S1	PCP	R1	R2
7655	7717	7600	7892	7940



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 on Friday.
- Sluggish demand was reported from the processors in the spot market due to lack of new export enquiries in international market.
- 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.
- Stockiests are off-loading their stocks in the domestic market which exerting pressure on prices to move upside.
- Overall arrivals are reported at around 20,000 bags, which are 5,000 bags are higher 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 4.1%, Guar gum powder 2.3% and Guar gum meal 2.3% prices decreased as compared to the previous day.
- Guar by-product (Churi & Korma) prices declined in the spot market due to lower demand as a result of excess supply. Churi decreases by 6.7% and Korma decreases by 6.5% as compared to the previous day's prices.

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 11.03.11	%Change from Prior day	Arrivals 11.03.11
Guar Seed	Jodhpur (Delivery)	2850	Unch	Nil
	Jodhpur (Loose)	2600	-1.89	Nil
	Bikaner	2680	-4.29	300
	Nokha	2670	-2.20	500
	Hanumangarh	2740	-0.36	80
	Sri-Ganganagar	-	-	-
	Adampur	2800	-4.11	1000
	Sirsa	2810	-4.06	500
	Bhiwani	2800	-3.95	300
	Deesa	2685	Unch	700
	Nagaur	2730	-3.02	100
	Dhabwali	-	-	-
Guar Gum	Jodhpur	7700	-2.53	N/A
	Bhiwani	7900	-4.82	N/A
	Dhabwali	-	-	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	45.21
European Union	Euro	62.43
United Kingdom	GBP	72.54

Commodity	Variety	Value
Guargum Split		\$1775/tonne
Guargum Powder	200 Mesh 5000 CPS	\$2200/tonne
	200 Mesh 3500 CPS	\$2150/tonne
Guargum Meal		\$ 325/ tonne

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