

## GUAR SEED

### 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.
- 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.
- Market participants are suggested to wait for next trading session.

### Trade Recommendation – Guarseed NCDEX (April)

Call	Entry	T1	T2	SL
<b>Wait</b>				
Support & Resistance				
S2	S1	PCP	R1	R2
2681	2692	2706	2770	2789



## 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
<b>SELL</b>	<7671	7635	7579	7728
Support & Resistance				
S2	S1	PCP	R1	R2
7546	7593	7624	7784	7841



### 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:

- Firm sentiment featured in key cash markets of Guar seed on Saturday.
- Lower arrivals are reported in the major mandis of Rajasthan and Haryana which was support the guar prices to move upside.
- Overall arrivals are reported at around 15,000 bags, which are lower by 5,000 bags as compared to the previous day's arrivals.
- In Sri-Ganganagar and Bhiwani market no trading activity was reported due to lower arrival.
- As per market participants, there is no demand in the spot market from Guar gum millers and stockiests are pushing prices upper side in expectation to reduce the stock.
- Guar gum exporters are still inactive in the domestic market as they don't have any new export consignment.
- 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.
- Lower demand for Guar by-product (Churi & Korma) was reported in the spot market as a result of higher 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 12.03.11	%Change from Prior day	Arrivals 12.03.11
Guar Seed	Jodhpur (Delivery)	2860	+0.35	Nil
	Jodhpur (Loose)	2640	+1.54	Nil
	Bikaner	2730	+1.87	150
	Nokha	2680	+0.37	300
	Hanumangarh	2740	Unch	90
	Sri-Ganganagar	-	-	-
	Adampur	2850	+1.79	400
	Sirsa	2850	+1.42	170
	Bhiwani	-	-	-
	Deesa	2625	-2.23	600
	Nagaur	2740	+0.37	60
	Dhabwali	2750	-	80
Guar Gum	Jodhpur	7700	Unch	N/A
	Bhiwani	7900	-	N/A
	Dhabwali	8000	-	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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