

GUAR SEED

Technical Analysis:

- Candlestick chart pattern indicates the bullish 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 up in the neutral zone indicating the bullish momentum in the short term.
- Guar seed futures are likely to trade range-bound with firm bias in next session.

Trade Recommendation – Guarseed NCDEX (April)

Call	Entry	T1	T2	SL
BUY	>2771	2798	2817	2753
Support & Resistance				
S2	S1	PCP	R1	R2
2720	2758	2782	2825	2847



GUAR GUM

Technical Analysis:

- Candlestick chart pattern indicates the bullish 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 up in the neutral zone.
- Guar Gum futures are likely to trade range-bound with firm bias in next session.

Trade Recommendation – Guargum NCDEX (April)

Call	Entry	T1	T2	SL
BUY	>7848	7902	7943	7781
Support & Resistance				
S2	S1	PCP	R1	R2
7714	7781	7878	7982	8020



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:

- Mostly firm sentiment featured in key cash markets of Guar seed and Guar gum on Wednesday.
- Improvement on buying was reported in the spot market which supported the prices to move upside.
- Increase in Guar gum prices also supports the guar gum split, powder and meal prices in the spot market. Guar gum split 3.09%, Guar gum powder 2.27% and Guar gum meal 2.32% prices decreased as compared to the previous day.
- Lower arrivals are reported in spot market which also supported the guar prices to gain.
- Overall arrivals are reported at around 18,000 bags, which are lower by 2,000 bags as compared to the previous day's arrivals.
- Subdued trading activity was reported in Sri-Ganganagar market due to lower arrivals.
- Guar by-product (Churi & Korma) prices declined in the spot market due to lower demand as a result of higher supply. Churi decreases by 4.4% and Korma decreases by 4.7% as compared to the previous day's prices.
- 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 which may exert pressure on guar price in coming days.

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 in the spot market and lower export demand. However, reducing arrivals in the spot market may restrict the losses.

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 16.03.11	%Change from Prior day	Arrivals 16.03.11
Guar Seed	Jodhpur (Delivery)	2800	-3.45	Nil
	Jodhpur (Loose)	2660	+1.14	Nil
	Bikaner	2800	+1.08	300
	Nokha	2740	Unch	1000
	Hanumangarh	2810	+0.36	50
	Sri-Ganganagar	-	-	-
	Adampur	2900	+1.05	700
	Sirsa	2900	+1.05	150
	Bhiwani	2900	+2.11	150
	Deesa	2665	+0.19	400
	Nagaur	2800	+0.36	50
	Dhabwali	2800	Unch	20
Guar Gum	Jodhpur	7850	+1.95	N/A
	Bhiwani	8300	+1.22	N/A
	Dhabwali	8150	+1.24	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 867/quintal
Korma	Jodhpur	Rs 1054/quintal

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.18
European Union	Euro	63.13
United Kingdom	GBP	72.58

Commodity	Variety	Value
Guargum Split		\$1830/tonne
Guargum Powder	200 Mesh 5000 CPS	\$2250/tonne
	200 Mesh 3500 CPS	\$2200/tonne
Guargum Meal		\$ 325/ 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>