

GUAR SEED

Technical Analysis:

- Candlestick chart pattern indicates bearish sentiment in the futures market.
- Prices closed above 9 and 18 day EMAs supporting the bullish momentum in the short term.
- MACD is moving up in negative zone.
- RSI is moving up in the neutral zone indicating the bullish momentum in the short term.
- Market participants are suggested to go for sell at level around 2895.

Trade Recommendation – Guarseed NCDEX (April)

Call	Entry	T1	T2	SL
Sell	2895	2868	2831	2943
Support & Resistance				
S2	S1	PCP	R1	R2
2781	2847	2877	2958	3000



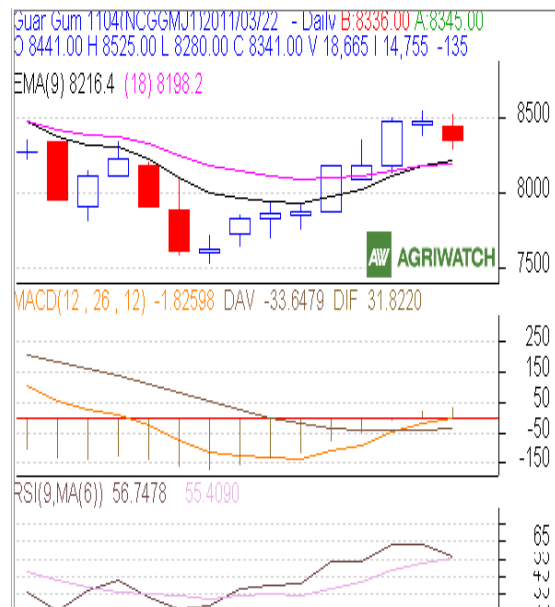
GUAR GUM

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.
- MACD is moving up in negative region.
- RSI is moving up in the neutral zone indicating the bullish momentum in the short term.
- Guar Gum futures are likely to trade range-bound with weak bias in next session.

Trade Recommendation – Guargum NCDEX (April)

Call	Entry	T1	T2	SL
Sell	<8401	8356	8298	8483
Support & Resistance				
S2	S1	PCP	R1	R2
7909	8193	8341	8553	8687



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 weak sentiment featured in key cash markets of Guar seed and Guar gum on Tuesday.
- Higher market arrivals are reported in most of the domestic mandis which weighed on guar prices to move down.
- Overall arrivals are reported at around 15,000-20,000 bags, which is higher as compared to the previous day's arrivals
- Market participants feel that higher spot prices may slow down the exports of the commodity as buyers are not much interested in purchasing at these prices. However, in short term outlook, traders feel that market may remain nearby current price level.
- 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.
- No trading activity was reported in Sri Ganganagar market due to low arrival.
- Stock position of guar seed and guar gum at NCDEX accredited warehouses till 19th March, 2011 is reported at 93,870 MT and 23,772 MT respectively.

Both guar seed and gum prices are expected to trade range bound with weak bias in coming days on anticipation of selling pressure from stockiests 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 22.03.11	%Change from Prior day	Arrivals 22.03.11
Guar Seed	Jodhpur (Delivery)	3060	Unch	Nil
	Jodhpur (Loose)	2770	+0.73	Nil
	Bikaner	2900	-	700-800
	Nokha	2820	-2.08	700
	Hanumangarh	2900	-1.69	50
	Sri-Ganganagar	-	-	-
	Adampur	3000	-0.83	2000
	Sirsa	3000	-0.83	200
	Bhiwani	3000	-0.83	250
	Deesa	2785	+0.18	400
	Nagaur	2900	Unch	40
	Dhabwali	2930	-0.68	60
Guar Gum	Jodhpur	8450	+0.60	N/A
	Bhiwani	8600	-1.15	N/A
	Dhabwali	8575	-0.87	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	44.97
European Union	Euro	63.98
United Kingdom	GBP	73.34

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

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