

GUAR SEED

Technical Analysis:

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

Trade Recommendation – Guarseed NCDEX (April)

| Call | Entry | T1 | T2 | SL |
|----------------------|-------|------|------|------|
| BUY | >2955 | 2977 | 2994 | 2938 |
| Support & Resistance | | | | |
| S2 | S1 | PCP | R1 | R2 |
| 2906 | 2933 | 2969 | 3010 | 3029 |



GUAR GUM

Technical Analysis:

- Candlestick chart pattern indicates the bullish 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 positive 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 firm bias in next session.

Trade Recommendation – Guargum NCDEX (April)

| Call | Entry | T1 | T2 | SL |
|----------------------|-------|------|------|------|
| BUY | >8578 | 8627 | 8661 | 8521 |
| Support & Resistance | | | | |
| S2 | S1 | PCP | R1 | R2 |
| 8352 | 8479 | 8625 | 8681 | 8720 |



Price Drivers

- Lower demand from stockiests.
- Guar gum exports are likely to go up.
- Expectation of better guar seed production this season (2010-11)
- Steady overall arrivals.
- Low demand in the markets.

Spot Market Analysis:

- Steady to firm sentiment featured in key cash markets of Guar seed and Guar gum on Wednesday.
- Sturdy demand from guar gum making industries pushed guar prices to uptrend in the spot market.
- Sources revealed that, restricted supply of guar in the spot market also influenced the trading sentiments today.
- Overall arrivals are reported at around 20,000 bags, which are unchanged as compared to the previous day's arrivals.
- No trading activity was reported in Sri Ganganagar market due to low arrival.
- As a result of higher supply of Guar by - products (Churi & Korma) decreases the demand in the spot market.
- Market participants are expecting 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.

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 23.03.11 | %Change from Prior day | Arrivals 23.03.11 |
| Guar Seed | Jodhpur (Delivery) | 3060 | Unch | 10,000 |
| | Jodhpur (Loose) | 2760 | -0.36 | - |
| | Bikaner | - | - | - |
| | Nokha | 2880 | +2.13 | 600 |
| | Hanumangarh | 2958 | +2.00 | 50 |
| | Sri-Ganganagar | - | - | - |
| | Adampur | 3000 | Unch | 3000 |
| | Sirsa | 3000 | Unch | 200 |
| | Bhiwani | 3000 | Unch | 150 |
| | Deesa | 2785 | Unch | 300 |
| | Nagaur | 2880 | -0.69 | 50 |
| | Dhabwali | 2950 | +0.68 | 100 |
| Guar Gum | Jodhpur | 8500 | +0.59 | N/A |
| | Bhiwani | 8700 | +1.16 | N/A |
| | Dhabwali | 8700 | +1.46 | 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 | 44.96 |
| European Union | Euro | 63.68 |
| United Kingdom | GBP | 73.56 |

| 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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