

## GUAR SEED

### Technical Analysis:

- Candlestick chart pattern indicates the indecision situation 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 zone.
- RSI is moving up in the neutral zone indicating the bullish 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
Wait	-	-	-	-
Support & Resistance				
S2	S1	PCP	R1	R2
2909	2945	2978	3016	3039



## 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	>8680	8735	8761	8638
Support & Resistance				
S2	S1	PCP	R1	R2
8558	8613	8725	8778	8791



### Price Drivers

- Lower demand from stockiest.
- 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 Friday.
- Sources revealed that, demand from guar gum millers are increased in the spot market and lends supports the guar prices today.
- Increase in Guar gum prices also supports the guar gum split and guar gum powder prices in the spot market. Guar gum split prices are increased by 9.3% and Guar gum powder (5000 CPS & 3500 CPS) increased by 11.2% and 11.3% as compared to the previous week prices.
- Overall arrivals are reported at around 25,000 bags, which are unchanged as compared to the previous day's arrivals.
- Stock position of guar seed and guar gum at NCDEX accredited warehouses till 24<sup>th</sup> March, 2011 is reported at 93,029 MT and 23,514 MT respectively.
- No trading activity was reported in Sri Ganganagar market due to low arrival.
- Due to excess supply of Guar by - products (Churi & Korma) in the spot market exert pressure on Churi and Korma prices.
- Trade sources are expecting that, higher spot prices may slow down the buyers interested in purchasing at these levels due to ample quantity of stocks which may exert pressure on guar prices in coming days.

*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 25.03.11	%Change from Prior day	Arrivals 25.03.11
Guar Seed	Jodhpur (Delivery)	3120	+0.32	10,000
	Jodhpur (Loose)	2830	+0.53	-
	Bikaner	2950	-	500
	Nokha	2925	+0.52	500
	Hanumangarh	2980	-	30
	Sri-Ganganagar	-	-	-
	Adampur	3050	+0.33	2000
	Sirsa	3050	+0.33	150
	Bhiwani	3050	+0.33	-
	Deesa	2800	+1.27	350
	Nagaur	2920	+0.69	30
	Dhabwali	2950	-0.34	100
Guar Gum	Jodhpur	8700	Unch	N/A
	Bhiwani	8800	Unch	N/A
	Dhabwali	8800	+1.15	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	44.67
European Union	Euro	63.28
United Kingdom	GBP	71.94

Commodity	Variety	Value
Guargum Split		\$2000/tonne
Guargum Powder	200 Mesh 5000 CPS	\$2500/tonne
	200 Mesh 3500 CPS	\$2450/tonne
Guargum Meal		\$ 310/ tonne

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