

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.
- RSI is moving down in the neutral zone indicating the bearish momentum in the short term.
- Guar seed futures are likely to trade range-bound with weak bias in next session.

Trade Recommendation – Guarseed NCDEX (April)

Call	Entry	T1	T2	SL
SELL	<2818	2760	2745	2847
Support & Resistance				
S2	S1	PCP	R1	R2
2756	2777	2803	2845	2869



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 positive region.
- RSI is moving down in the neutral zone indicating the bearish 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	<8331	8242	8218	8382
Support & Resistance				
S2	S1	PCP	R1	R2
8178	8260	8280	8394	8435



Price Drivers

- Lower demand from stockiests.
- 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 Thursday.
- Bleak demand from processors was noticed across the spot market due to lack of fresh export enquiries in international market which affects the guar prices in spot market.
- The selling pressure from the stockiest of Guar seed has reported across the spot market as against the inactive buyers as they have enough quantity of stock.
- As per market participants, due to financial closing of March ending trading activities was reported subdued in the spot markets which also exert pressure on guar prices.
- Overall arrivals are reported at around 15,000 bags, which are 5,000 bags lower as compared to the previous day's arrivals.
- Decreased in Guar gum prices also affect the guar gum split, powder and meal prices in the spot market. Guar gum split prices are decreased by 2.5% and Guar gum powder (5000 CPS & 3500 CPS) decreased by 6% and 6.1% and Guar meal 3.2% as compared to the previous week prices.
- As per trade information, expected of good monsoon on the report of IMD which will be release in the month of April is likely to create a selling pressure on traders as higher output may be expected coming season.

Both guar seed and gum prices are expected to trade range bound with weak bias in coming days on anticipation selling pressure from stockiests at higher prices in the spot market. However, lower arrivals in coming days may support the guar prices.

Guar Seed And Guar Gum Spot Prices & Arrivals				
Commodity	Centres	Prices 31.03.11	%Change from Prior day	Arrivals 31.03.11
Guar Seed	Jodhpur (Delivery)	2990	-0.33	7000
	Jodhpur (Loose)	2680	-0.74	-
	Bikaner	2800	-	-
	Nokha	-	-	-
	Hanumangarh	2840	+1.43	40
	Sri-Ganganagar	-	-	-
	Adampur	2970	-1.00	600
	Sirsa	2970	-1.00	100
	Bhiwani	2970	-1.00	150
	Deesa	-	-	-
	Nagaur	2790	-0.36	150
	Dhabwali	2800	Unch	-
Guar Gum	Jodhpur	8350	-0.60	N/A
	Bhiwani	8600	Unch	N/A
	Dhabwali	8450	+0.60	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	44.65
European Union	Euro	63.24
United Kingdom	GBP	71.92

Commodity	Variety	Value
Guargum Split		\$1950/tonne
Guargum Powder	200 Mesh 5000 CPS	\$2350/tonne
	200 Mesh 3500 CPS	\$2300/tonne
Guargum Meal		\$ 300/ tonne

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