

GUAR SEED

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 zone.
- 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 weak bias in next session.

Trade Recommendation – Guarseed NCDEX (April)

Call	Entry	T1	T2	SL
SELL	<2915	2884	2869	2934
Support & Resistance				
S2	S1	PCP	R1	R2
2866	2883	2884	2957	2986



GUAR GUM

Technical Analysis:

- Candlestick chart pattern indicates the bearish 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.
- 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	<8274	8221	8194	8305
Support & Resistance				
S2	S1	PCP	R1	R2
8151	8212	8201	8394	8445



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 Wednesday.
- Bleak demand from processors was noticed across the spot market at higher price level due to having ample quantity of stocks which affects guar prices spot market.
- Stockiests are also reported inactive in the spot market today which also affects the guar prices.
- Arrivals are reported lower in the major mandies of Rajasthan due to bad weather condition. Overall arrivals are reported at around 12,000 bags, which are lower by 3,000 bags as compared to the previous day's arrivals.
- No trading activity was reported in Sri-Ganganagar and Nagaur market due to lower arrival.
- Stock position of guar seed and guar gum at NCDEX accredited warehouses till 5th April, 2011 is reported at 89,779 MT and 23,345 MT respectively.
- As a result of higher supply of Guar by - products (Churi & Korma) decreases the demand in the spot market. Churi decreases by 10.7% and Korma decreases by 3.8% as compared to the previous day's prices.

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 06.04.11	%Change from Prior day	Arrivals 06.04.11
Guar Seed	Jodhpur (Delivery)	2980	1.49	7000
	Jodhpur (Loose)	2670	1.11	-
	Bikaner	2870	0.69	700
	Nokha	2880	0.69	800
	Hanumangarh	2887	0.35	20
	Sri-Ganganagar	-	-	-
	Adampur	3020	0.33	1000
	Sirsa	3020	0.33	150
	Bhiwani	3020	0.33	200
	Deesa	2740	1.11	300
	Nagaur	-	-	-
	Dhabwali	2900	Unch	40
Guar Gum	Jodhpur	8120	0.98	N/A
	Bhiwani	8700	0.57	N/A
	Dhabwali	8600	0.58	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 774/quintal
Korma	Jodhpur	Rs 1014/quintal

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.20
European Union	Euro	63.09
United Kingdom	GBP	72.24

Commodity	Variety	Value
Guargum Split		\$2000/tonne
Guargum Powder	200 Mesh 5000 CPS	\$2450/tonne
	200 Mesh 3500 CPS	\$2400/tonne
Guargum Meal		\$ 300/ tonne

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