

GUAR SEED

Technical Analysis:

- Candlestick chart pattern indicates 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 zone indicating the bullish sentiment.
- RSI is moving up in the neutral zone indicating the bullish sentiment.
- Guar seed futures are likely to trade range-bound with weak bias in next session.

Trade Recommendation – Guarseed NCDEX (May)

Call	Entry	T1	T2	SL
SELL	<3020	2963	2945	3048
Support & Resistance				
S2	S1	PCP	R1	R2
2936	2963	2966	3060	3085



GUAR GUM

Technical Analysis:

- Candlestick chart pattern indicates 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 zone indicating the bullish sentiment in the short term.
- RSI is moving up in the neutral zone indicating the bullish sentiment in the short term.
- Guar gum futures are likely to trade range-bound with weak bias in next session.

Trade Recommendation – Guargum NCDEX (May)

Call	Entry	T1	T2	SL
SELL	<8623	8530	8496	8668
Support & Resistance				
S2	S1	PCP	R1	R2
8446	8513	8538	8679	8693



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:

Both guar seed and guar gum cash markets featured mixed tone on Tuesday's trade.

- The selling pressure from the stockiest of Guar seed has reported across the spot market as against the inactive buyers (stockiest) as they have enough quantity of stock.
- Waning arrivals in major mandies of Rajasthan and Haryana coupled with strong guar gum export demand remains supportive the guar market.
- Overall arrivals are reported at around 10,000 bags, unchanged from Monday's arrivals.
- Dull trading activity reported in Sri-Ganganagar and Nagaur following lower arrival as new crop arrivals are almost finished.
- Higher availability in the spot market of guar by-products (churi & korma) following higher guar seed crushing keeping prices in check. Churi prices are decreased by 3.4% and Korma decreased by 2.5% as compared to the previous days prices.
- IMD's long range forecast for the 2011 south-west monsoon season (June to September) is that the rainfall for the country as a whole is most likely to be Normal (96-104% of Long Period Average). The normal monsoon forecast may initiate farmers to go for higher acreage under guar during the sowing period of current year which reflects higher production and it may become bearish factor for guar prices.

Both guar seed and gum prices are expected to trade range bound 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 19.04.11	%Change from Prior day	Arrivals 19.04.11
Guar Seed	Jodhpur (Delivery)	3025	2.54	-
	Jodhpur (Loose)	2800	3.32	4000
	Bikaner	-	-	-
	Nokha	2880	2.37	700
	Hanumangarh	2890	0.52	15
	Sri-Ganganagar	-	-	-
	Adampur	3020	0.49	800
	Sirsa	3020	0.49	150
	Bhiwani	3020	0.49	-
	Deesa	2750	1.08	800
	Nagaur	-	-	-
	Dhabwali	2900	Unch	-
Guar Gum	Jodhpur	8500	1.80	N/A
	Bhiwani	8700	Unch	N/A
	Dhabwali	8700	Unch	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 760/quintal
Korma	Jodhpur	Rs 1014/quintal

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.68
European Union	Euro	63.53
United Kingdom	GBP	72.56

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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