

## GUAR SEED

### 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 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 firm bias in next session.

### Trade Recommendation – Guarseed NCDEX (May)

Call	Entry	T1	T2	SL
<b>BUY</b>	>3115	3146	3166	3093
Support & Resistance				
S2	S1	PCP	R1	R2
3018	3049	3146	3176	3192



## 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 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 firm bias in next session.

### Trade Recommendation – Guargum NCDEX (May)

Call	Entry	T1	T2	SL
<b>BUY</b>	>8863	8920	8946	8820
Support & Resistance				
S2	S1	PCP	R1	R2
8658	8711	8968	8956	8972



### Price Drivers

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

## Spot Market Analysis:

**Firm sentiment featured both for Guar seed and gum in cash markets on Monday's trade.**

- Restricted supply of guar in the spot market influenced the trading sentiments.
- Overall arrivals are reported at around 7,000 bags, 3,000 bags are lower from Saturday's arrivals.
- Trade participants are expecting supply crunch in near term which may likely to push prices upper side in coming days.
- Dull trading activity was reported in Sri-Ganganagar and Nagaur following lower arrival as new crop arrivals are almost finished. Arrivals are found only major trading centers in the spot market.
- Improvement on buying from guar gum making industries was reported in the spot market which also supported the prices to move upside. As per trade information, guar gum exports on an average in monthly basis from January to April 35,000 - 40,000 thousand tons which may likely to increase in coming days.
- In the current year, market participants are expecting exports to cross 3, 50,000 tones owing to an increase in demand from the oil sector.
- Stock position of guar seed and guar gum at NCDEX accredited warehouses till 30th April, 2011 is reported at 88,185 MT and 21,479 MT respectively.
- Higher availability of guar by-products (churi & korma) following higher guar seed crushing amid good demand for guar gum for exports outpace the domestic requirement keeping prices in check. Churi prices decreases by 3.4% and Korma decreases by 1.9% as compared to the previous day's prices.

***Both guar seed and gum prices are expected to trade range bound in coming days on anticipation selling pressure from stockiest 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 02.05.11	%Change from Prior day	Arrivals 02.05.11
Guar Seed	Jodhpur (Delivery)	3200	1.59	-
	Jodhpur (Loose)	2900	1.75	4000
	Bikaner	3025	1.51	300
	Nokha	2980	2.76	500
	Hanumangarh	3080	1.82	-
	Sri-Ganganagar	-	-	-
	Adampur	3225	1.74	600
	Sirsa	3225	1.74	-
	Bhiwani	3225	1.74	-
	Deesa	3050	4.81	300
	Nagaur	-	-	-
	Dhabwali	3090	1.81	-
Guar Gum	Jodhpur	9000	4.05	N/A
	Bhiwani	9300	1.09	N/A
	Dhabwali	9300	0.54	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 734/quintal
Korma	Jodhpur	Rs 994/quintal

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.30
European Union	Euro	65.57
United Kingdom	GBP	73.89

Commodity	Variety	Value
Guargum Split		\$2050/tonne
Guargum Powder	200 Mesh 5000 CPS	\$2625/tonne
	200 Mesh 3500 CPS	\$2575/tonne
Guargum Meal		\$ 310/ tonne

### DISCLAIMER

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>