

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
BUY	>3140	3177	3193	3121
Support & Resistance				
S2	S1	PCP	R1	R2
3080	3102	3177	3199	3213



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
BUY	>9086	9147	9169	9056
Support & Resistance				
S2	S1	PCP	R1	R2
8892	8970	9130	9172	9208



Price Drivers

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

Spot Market Analysis:

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

- Processors are keen to purchase guar seed in the spot market following regular demand for guar gum from exporters.
- Lower arrivals in the major mandis of Rajasthan and Haryana also remain supportive for guar seed prices. Overall arrivals are reported at around 7,000 bags, unchanged from Monday's arrivals.
- Renewal in demand for Guar gum powder in overseas market lends support the domestic guar gum prices.
- 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 spite of better guar seed production during this season (2010-11), Guar prices are trading at its all time high due to increasing demand from oil sector (US) for guar gum. In the current year, market participants are expecting exports to cross 3, 50,000 tones.
- 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 4.8% and Guar gum powder (5000 CPS & 3500 CPS) increased by 10.4% and 9.7% as compared to the previous week prices and it may increase in coming days.
- 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 03.05.11	%Change from Prior day	Arrivals 03.05.11
Guar Seed	Jodhpur (Delivery)	3250	1.56	-
	Jodhpur (Loose)	2925	0.89	4000
	Bikaner	3120	3.14	600
	Nokha	3030	1.68	400
	Hanumangarh	3155	2.44	-
	Sri-Ganganagar	-	-	-
	Adampur	3275	1.55	400
	Sirsa	3275	1.55	-
	Bhiwani	3250	0.78	-
	Deesa	3075	0.82	300
	Nagaur	-	-	-
	Dhabwali	3110	0.65	-
Guar Gum	Jodhpur	9150	1.67	N/A
	Bhiwani	9500	2.15	N/A
	Dhabwali	9500	2.15	N/A

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 746/quintal
Korma	Jodhpur	Rs 994/quintal

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.34
European Union	Euro	65.75
United Kingdom	GBP	73.69

Commodity	Variety	Value
Guargum Split		\$2150/tonne
Guargum Powder	200 Mesh 5000 CPS	\$2900/tonne
	200 Mesh 3500 CPS	\$2825/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>