

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	>3170	3206	3228	3152
Support & Resistance				
S2	S1	PCP	R1	R2
3102	3134	3200	3236	3262



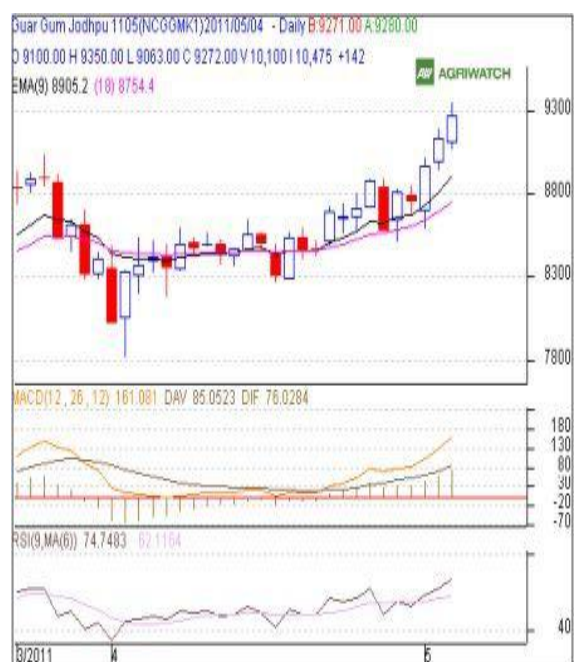
GUAR GUM

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	>9220	9283	9310	9188
Support & Resistance				
S2	S1	PCP	R1	R2
8985	9107	9272	9334	9380



Price Drivers

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

Spot Market Analysis:

Mostly firm sentiment featured both for Guar seed and gum in cash markets on Wednesday's trade.

- Improvement on buying was reported in the spot market which supported the prices to move upside.
- Increasing demand from guar gum millers pushed guar prices to move higher from lows.
- Good export demand for guar gum has lent support the guar prices to remain at higher side.
- 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.
- 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.
- As per trade information, prices in some regions of Haryana are lower in the spot market due to quality issue.
- Overall arrivals are reported at around 10,000 bags, 3,000 bags are higher from Tuesday's arrivals.
- Demands from stockiests are subdued in the spot market .Trade participants are expecting that, at higher price level stockiests may release their stocks to spot market which may exert pressure on guar prices in short term

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 04.05.11	%Change from Prior day	Arrivals 04.05.11
Guar Seed	Jodhpur (Delivery)	3300	1.54	-
	Jodhpur (Loose)	2950	0.85	6000
	Bikaner	3130	0.32	400
	Nokha	3045	0.50	600
	Hanumangarh	3165	0.32	-
	Sri-Ganganagar	-	-	-
	Adampur	3230	1.37	500
	Sirsa	3230	1.37	-
	Bhiwani	3230	0.62	-
	Deesa	3082	0.23	300
	Nagaur	-	-	-
	Dhabwali	3120	0.32	-
Guar Gum	Jodhpur	9200	0.55	N/A
	Bhiwani	9600	1.05	N/A
	Dhabwali	9600	1.05	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	44.59
European Union	Euro	66.04
United Kingdom	GBP	73.42

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

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