

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 positive zone indicating the bullish sentiment.
- RSI is moving down in the neutral zone indicating the bearish 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	>3146	3180	3198	3124
Support & Resistance				
S2	S1	PCP	R1	R2
3102	3134	3165	3218	3243



GUAR GUM

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 positive zone indicating the bullish sentiment in the short term.
- RSI is moving down in the neutral zone indicating the bearish 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	>9147	9207	9229	9117
Support & Resistance				
S2	S1	PCP	R1	R2
8970	9076	9203	9242	9286



Price Drivers

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

Spot Market Analysis:

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

- The selling pressure from the stockiest of Guar seed has reported at higher price level 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 Wednesday's arrivals.
- Dull trading activity reported in Sri-Ganganagar and Nagaur following lower arrival as new crop arrivals are almost finished.
- Good overseas demand for the guar gum has influenced local guar gum millers to increase buying of guar seed and it supported the guar seed as well as guar gum prices in spot market.
- 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.
- Due to surplus supply of Guar by - products (Churi & Korma) in the spot market exert pressure on Churi and Korma prices. Churi 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 coupled with regular demand from processors

Guar Seed And Guar Gum Spot Prices & Arrivals

Commodity	Centres	Prices 05.05.11	%Change from Prior day	Arrivals 05.05.11
Guar Seed	Jodhpur (Delivery)	3270	0.91	-
	Jodhpur (Loose)	2950	Unch	4000
	Bikaner	3140	0.32	300
	Nokha	3060	0.49	400
	Hanumangarh	3110	1.74	-
	Sri-Ganganagar	-	-	-
	Adampur	3230	Unch	600
	Sirsa	3230	Unch	-
	Bhiwani	3230	Unch	-
	Deesa	3050	1.04	300
	Nagaur	-	-	-
	Dhabwali	3100	0.64	-
Guar Gum	Jodhpur	9250	0.54	N/A
	Bhiwani	9750	1.56	N/A
	Dhabwali	9700	1.04	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	44.57
European Union	Euro	66.23
United Kingdom	GBP	73.58

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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