

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	>3164	3197	3219	3148
Support & Resistance				
S2	S1	PCP	R1	R2
3116	3134	3181	3226	3240



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	>9250	9295	9331	9220
Support & Resistance				
S2	S1	PCP	R1	R2
9129	9163	9286	9350	9381



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.
- High demand in the markets.

Spot Market Analysis:

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

- Lower arrivals in the major mandies of Rajasthan and Haryana are reported, which supportive for Guar seed in the spot market.
- Overall arrivals are reported at around 10,000 bags, 2,000 bags are lower from Friday's arrivals.
- As per trade information, arrivals are found only major mandies in domestic market due to lean season, which may further support to guar prices in coming days.
- Increasing demand from guar gum millers is also supportive for guar prices during this period.
- Higher demand for guar gum powder in international market has influenced local guar gum millers to increase buying of guar seed and it supported the guar 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.
- Market participants are expecting that, stockiest are trying to offload their stocks at higher price level which may exert pressure on guar price in coming days.

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		Change from Prior day	Arrivals		Change from Prior day
		07.05.11	06.05.11		07.05.11	06.05.11	
Guar Seed	Jodhpur (Delivery)	3260	3225	35	-	-	-
	Jodhpur (Loose)	2960	2900	60	4000	6000	2000
	Bikaner	3100	-	-	400	-	-
	Nokha	3070	3030	40	400	500	100
	Hanumangarh	3130	3100	20	-	-	-
	Sri-Ganganagar	-	-	-	-	-	-
	Adampur	3250	3220	30	600	700	100
	Sirsa	3250	3220	30	-	-	-
	Bhiwani	3250	3220	30	-	-	-
	Deesa	3035	3020	15	200	250	50
	Nagaur	-	-	-	-	-	-
	Dhabwali	-	3170	-	-	-	-
Guar Gum	Jodhpur	9260	9100	160	N/A	N/A	-
	Bhiwani	9800	9700	100	N/A	N/A	-
	Dhabwali	-	9700	-	N/A	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	44.72
European Union	Euro	64.02
United Kingdom	GBP	73.19

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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