

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	>3194	3215	3227	3182
Support & Resistance				
S2	S1	PCP	R1	R2
3151	3177	3215	3232	3251



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	>9421	9464	9491	9398
Support & Resistance				
S2	S1	PCP	R1	R2
9227	9285	9455	9510	9532



Price Drivers

- Lower demand from stockiest.
- 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:

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

- The arrivals across the spot markets have come to an end, which incited for guar domestic market.
- Overall arrivals are reported at around 10,000 bags, unchanged from previous day's arrivals
- Sources also revealed that, arrivals are found only major centers in domestic market due to lean season, which may further support to guar prices in coming days.
- Moreover, strong export demand of guargum also added the buoyancy in guarseed market.
- Increasing demand in overseas market for ready guar gum also influenced the local processors to higher buying for guar seed in domestic market which supportive for guar cash markets.
- Guar prices are trading at its all time high as compared to the previous year as on date seed prices increases Rs. 775/- and gum increases Rs. 4275/- ,therefore market participants are expecting that stockiest might try to offload their stocks at higher price level which may restrict the 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
		09.05.11	07.05.11		09.05.11	07.05.11	
Guar Seed	Jodhpur (Delivery)	3300	3260	40	-	-	-
	Jodhpur (Loose)	3000	2960	40	6000	4000	2000
	Bikaner	3130	3100	30	400	400	Unch
	Nokha	3100	3070	30	400	400	Unch
	Hanumangarh	3175	3130	45	-	-	-
	Sri-Ganganagar	-	-	-	-	-	-
	Adampur	3330	3250	80	2000	600	1400
	Sirsa	3330	3250	80	-	-	-
	Bhiwani	3330	3250	80	-	-	-
	Deesa	3075-80	3035	45	600	200	400
	Nagaur	-	-	-	-	-	-
	Dhabwali	3135	-	-	-	-	-
Guar Gum	Jodhpur	9500	9260	240	N/A	N/A	-
	Bhiwani	9800	9800	Unch	N/A	N/A	-
	Dhabwali	9750	-	-	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	44.70
European Union	Euro	64.43
United Kingdom	GBP	73.22

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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