

## 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 down in positive zone indicating the bearish sentiment.
- RSI is moving down in the neutral zone indicating the bearish sentiment.
- Guar seed futures are likely to trade range-bound with weak bias in next session.

### Trade Recommendation – Guarseed NCDEX (Jun)

Call	Entry	T1	T2	SL
<b>SELL</b>	<3268	3236	3221	3285
Support & Resistance				
S2	S1	PCP	R1	R2
3190	3215	3249	3292	3324



## GUAR GUM

### Technical Analysis:

- Candlestick chart pattern indicates the indecision situation 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.
- Market participants are suggested to wait for next trading session.

### Trade Recommendation – Guargum NCDEX (Jun)

Call	Entry	T1	T2	SL
<b>Wait</b>	-	-	-	-
Support & Resistance				
S2	S1	PCP	R1	R2
9420	9480	9735	9845	9872



### Price Drivers

- Lower demand from stockiest.
- 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:

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

- Stockiest are reported inactive in the spot market which affects the guar prices. The selling pressure from the stockiest of Guar seed has reported at higher price level across the spot market today. Stockiest are off-load their stocks in the domestic market at higher price level which exerting pressure on prices to move upside.
- Higher arrivals are reported in the major mandies of Rajasthan and Haryana which also exerting pressure on guar prices.
- Overall arrivals are reported at around 10,000 bags, 2,000 bags are higher from Tuesday's arrivals.
- Guar by product Churi prices are down by 1.6% as compared to the previous days prices as a result of higher supply in the domestic market.
- Market participants are expecting that, guar prices might increase in coming days as a prevailing demand from guar gum millers in spot market.
- Increase in Guar gum demand in overseas market also supports the guar gum split and guar gum powder prices in the spot market. Guar gum split prices are increased by 11.6% and Guar gum powder (5000 CPS & 3500 CPS) increased by 3.5% and 2.6% as compared to the previous days prices and it may increase in coming days.
- As per trade sources, guar price movement would be dependent on export demand as long as monsoon forecast remains favourable. However, forecast for guar production for 2011-12 could be ascertained only in June, when IMD releases its second stage monsoon forecast,

***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
		11.05.11	10.05.11		11.05.11	10.05.11	
Guar Seed	Jodhpur (Delivery)	3300	3320	20	-	-	-
	Jodhpur (Loose)	2950	3020	70	5000	4000	1000
	Bikaner	3130	3150	20	800	400	400
	Nokha	3100	3120	20	1000	1000	Unch
	Hanumangarh	3150	3200	50	-	-	-
	Sri-Ganganagar	-	-	-	-	-	-
	Adampur	3330	3350	20	1200	1700	500
	Sirsa	3330	3350	20	-	-	-
	Bhiwani	3330	3350	20	-	-	-
	Deesa	3085	3100	15	400	350	50
	Nagaur	-	-	-	-	-	-
	Dhabwali	-	3180	-	-	-	-
Guar Gum	Jodhpur	9500	9600	100	N/A	N/A	-
	Bhiwani	10000	10000	Unch	N/A	N/A	-
	Dhabwali	-	9900	-	N/A	N/A	-

Arrivals in bags & Prices in Rs. /Quintal

Commodity	Centre	Price
Churi	Jodhpur	Rs 734/quintal
Korma	Jodhpur	Rs 1000/quintal

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.69
European Union	Euro	64.39
United Kingdom	GBP	73.12

Commodity	Variety	Value
Guargum Split		\$2400/tonne
Guargum Powder	200 Mesh 5000 CPS	\$3000/tonne
	200 Mesh 3500 CPS	\$2900/tonne
Guargum Meal		\$ 310/ tonne

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