

## 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.
- 3307 is a strong resistance level if the market closes above this level in short term than it will initiate a fresh bull run.

### Trade Recommendation – Guarseed NCDEX (Jun)

Call	Entry	T1	T2	SL
<b>BUY</b>	>3270	3288	3295	3260
Support & Resistance				
S2	S1	PCP	R1	R2
3206	3227	3286	3301	3320



## 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 (Jun)

Call	Entry	T1	T2	SL
<b>BUY</b>	>9982	10042	10067	9952
Support & Resistance				
S2	S1	PCP	R1	R2
9477	9696	10020	10086	10098



### 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:

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

- Good buying support from guar gum making industries in the domestic market provide support for guar prices in the spot market.
- Guar gum exports from India are expected to be at record high in the current year amid robust demand from oil producing countries.
- India's guar gum exports for the period April-December 2010 surged 276,197 tonnes as compared to 151,355 tonnes recorded during the same period last year. In the current year, market participants are expecting exports to cross 3, 50,000 tones.
- Increase in Guar gum prices also increases the guar gum split prices by 11.6% and guar gum powder (5000 CPS & 3500 CPS) prices by 3.5% and 2.6% as compared to the previous prices and it may increase in coming days.
- Arrivals across the spot markets have come to an end, which also incited guar prices domestic market.
- Overall arrivals are reported at around 10,000 bags, unchanged from previous day's arrivals.
- Due to higher availability of guar by-products in the spot market, Churi prices are slip by 1.6% as compared to the previous prices in the domestic market.
- At higher price level for guar in the spot market selling pressure from the stockiest might expected which exerting pressure on prices to move upside.

***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
		13.05.11	12.05.11		13.05.11	12.05.11	
Guar Seed	Jodhpur (Delivery)	3325	3325	Unch	-	-	-
	Jodhpur (Loose)	3040	3025	15	6000	6000	Unch
	Bikaner	3150	3130	20	300	150	150
	Nokha	3120	3120	Unch	700	800	100
	Hanumangarh	3200	3175	25	-	-	-
	Sri-Ganganagar	-	-	-	-	-	-
	Adampur	3400	3380	20	1500	1000	500
	Sirsa	3400	3380	20	-	-	-
	Bhiwani	3400	3380	20	-	-	-
	Deesa	3100	3100	Unch	300	250	50
	Nagaur	-	-	-	-	-	-
	Dhabwali	3140	3160	20	-	-	-
Guar Gum	Jodhpur	9650	9600	50	N/A	N/A	-
	Bhiwani	10000	10000	Unch	N/A	N/A	-
	Dhabwali	10050	9900	150	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	44.91
European Union	Euro	64.03
United Kingdom	GBP	73.05

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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