

## GUAR SEED

### 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.
- RSI is moving up in the neutral zone indicating the bullish sentiment.
- Market participants are suggested to wait for next trading session.

### Trade Recommendation – Guarseed NCDEX (Jun)

Call	Entry	T1	T2	SL
Wait	-	-	-	-
Support & Resistance				
S2	S1	PCP	R1	R2
3221	3242	3287	3307	3322



## 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
BUY	>10120	10151	10172	10100
Support & Resistance				
S2	S1	PCP	R1	R2
9707	9758	10130	10181	10198



### Price Drivers

- Lower demand from stockiests.
- 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:

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

- 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.
- Higher demand for Guar gum powder in overseas market lends support the domestic Guar gum split and powder prices. Guar gum split prices increases by 11.6%; guar gum powder (5000 CPS & 3500 CPS) increased by 3.5% and 2.6% in the spot market as compared to the previous prices.
- Sources revealed that, demand from guar gum making industries in the spot market also pushing prices higher from lows.
- 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.
- Overall arrivals are reported at around 15,000 bags, 5,000 bags are higher 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
		14.05.11	13.05.11		14.05.11	13.05.11	
Guar Seed	Jodhpur (Delivery)	3380	3325	55	-	-	-
	Jodhpur (Loose)	3080	3040	40	8000	6000	2000
	Bikaner	3160	3150	10	400	300	100
	Nokha	3125	3120	5	800	700	100
	Hanumangarh	3225	3200	25	-	-	-
	Sri-Ganganagar	-	-	-	-	-	-
	Adampur	3380	3400	20	1700	1500	500
	Sirsa	3380	3400	20	-	-	-
	Bhiwani	3380	3400	20	-	-	-
	Deesa	3090	3100	10	350	300	50
	Nagaur	-	-	-	-	-	-
	Dhabwali	3200	3140	60	-	-	-
Guar Gum	Jodhpur	9850	9650	200	N/A	N/A	-
	Bhiwani	10300	10000	300	N/A	N/A	-
	Dhabwali	10300	10050	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	44.86
European Union	Euro	63.33
United Kingdom	GBP	72.65

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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