

State	Kharif 2010 Area Sown	Area Sown By this Period Last Year	Kharif 2011			
			Target	Area Sown by Aug. 2 nd , 2011	Area Sown by Aug. 09 th , 2011	% Change from Same Period Last year
Rajasthan	30	26.36	27	17.02	20.324	-22.898
Area in Lakh Hectares, Source: Agriculture Department of Rajasthan						

According to the sources, sowing of the commodity will extend upto 3rd week of August and looking at the pace of sowing in Rajasthan currently, overall all this season sown area under guar may touch the governments set target of 27 lakh hectares.

Currently overall crop is in good shape with no outbreak of pest and disease in the crop and recent rains would further favours crops growth and yield.

Monsoon Watch:

According to IMD, cumulative rainfall for the country as a whole, during this year's monsoon has so far upto 03rd August has been 6% below the LPA (Long Period Average). However rains have been better in West and East Rajasthan. Rains have also been better in Haryana and Gujarat region. The following table shows the week-on-week basis progress of monsoon over east and west Rajasthan, Gujarat region and Haryana –

Met. Subdivision	Season Ending on								
	08-Jun	15-Jun	22-Jun	29-Jun	06-Jul	13-Jul	20-Jul	27-Jul	03-Aug
West Rajasthan	-38%	-87%	-11%	23%	-72%	64%	-15%	-78%	55%
East Rajasthan	-76%	32%	12%	341%	-66%	6%	-2%	-29%	7%
Gujarat Region	-56%	-94%	-83%	-96%	-90%	57%	2%	-70%	-20%
Haryana	21%	-4%	-33%	108%	-11%	-27%	-65%	-72%	-57%
Legend	Excess	Normal	Deficit	Scanty	No Rain				

Forecast for the coming week (August 13th-20th):

According to IMD, widespread rain/thundershowers would be seen over Gujarat and South Rajasthan during next 24 hours. This will continue to support the sowing activities in both the states.

Guar Prices at Key Spot Markets

Commodity	Centre	Prices (Rs/Qtl)		Change
		10-08-11	03-08-11	
Guar Seed	Jodhpur (Delivery)	4300	4725-4730	-430
	Jodhpur (Loose)	3950	4350	-400
	Bikaner (Delivery)	4160	4400	-240
	Bikaner (Loose)	4010	4250	-240
	Nokha	4000	4275	-275
	Hanumangarh	4125	4500	-375
	Sri-Ganganagar	-	-	-
	Adampur	4100	4505-4510	-410
	Sirsa	-	-	-
	Bhiwani	4100	4320	-220
	Deesa	3840-3850	4080	-230
	Nagaur	-	-	-

	Dhabwali	4100	4500	-400
Guar Gum	Jodhpur	12500	14450	-1950
	Bhiwani	13000	14600	-1600
	Dhabwali	13000	14550	-1550

Guar by – Products Prices:

Commodity	Centre	Price (Rs/Qtl)	
		10-08-11	03-08-11
Churi	Jodhpur	707	720
Korma	Jodhpur	867	867

Guar Export Prices:

Commodity	Variety	Value (\$/MT)	
		10-08-11	03-08-11
Guargum Split		3075	3325
Guargum Powder	200 Mesh 5000 CPS	3870	3950
	200 Mesh 3500 CPS	3820	3925
Guargum Meal		280	290

Spot Market Technical Analysis of Guar seed & Guar gum



Fig-1 – Guar Seed Weekly Spot Prices (Jodhpur) Technical Analysis

As evident from the weekly chart, guar seed price trend is up. Prices are above the short term EMAs (9 and 18 days) which supports the bullish sentiments in the market. MACD is also moving up in positive zone indicating bullish sentiments in the market. Oscillator RSI is moving down in neutral zone indicating bearish sentiments in the market. Immediate good support is at 4000 level and prices are holding just above the support level.

Breaching the support level, prices may come down to next support at 3900 level. Immediate resistance can be seen at 4165 and then 4280 level.



Fig-2 – Guar Gum Weekly Spot Prices (Jodhpur) Technical Analysis

As evident from the weekly chart, guar seed price trend is up. Prices are however slightly above the short term EMAs (9 and 18 days) which supports for a firm market. Momentum indicator MACD also indicate for a firm market ahead. Oscillator RSI is moving down in neutral zone indicating bearish sentiments in the market. Immediate good support is at 12,700 levels. Breaching the support level, prices may come down to next support at 12,450 levels. Immediate resistance can be seen at 13,400 and then at 13,850 level.

Spot Outlook:

Both Guarseed and Guargum prices are expected to trade range bound with slight weakness due to demand compression at higher price levels. However, the expected weakness would be limited due to depleting stocks and lower sown area under guar till date.

Exchange Technicals (NCDEX):

Technical Commentary: (Guarseed)

- As evident from the chart, overall guar seed futures prices trend remains up and prices are still above the short term EMAs (9 and 18 day) which supports the bullish trend in the market.
- RSI is moving in the overbought region and suggests weakness in the short-term.

- MACD is moving up in the positive region and supports the uptrend.
- According to the trend line shown immediate support is at 3900 level and resistance at 4480 level.

GUAR SEED


Strategy: Sell on rallies near resistance.

Weekly Supports & Resistances			S2	S1	PCP	R1	R2
Guar Seed	NCDEX	September	3807	3935	4299	4527	4695
Weekly Trade Call			Call	Entry	T1	T2	SL
Guar Seed	NCDEX	September	SELL	4370-4400	4067	3967	4507

Technical Commentary: (Guargum)

- As evident from the chart, overall guar gum futures prices trend remains up and prices are still above the short term EMAs (9 and 18 day) which supports the bullish trend in the market.
- RSI is flat in the neutral region and suggests sideways movement in the short-term.

- MACD is moving up in the positive region and supports the uptrend.
- According to the trend line shown immediate support is at 12,200 level and resistance at 15,150 level.

GUAR GUM


Strategy: Sell on rallies near resistance.

Weekly Supports & Resistances			S2	S1	PCP	R1	R2
Guar Gum	NCDEX	September	12404	12927	13555	14771	15100
Weekly Trade Call			Call	Entry	T1	T2	SL
Guar Gum	NCDEX	September	SELL	14272- 14300	13672	13572	14664

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