

Sugar & Gur Domestic Fundamentals:

- Export allowance and improved sugar demand in all sugar centers increase the prices of sugar upwards.
- Sugar export allowance of 5 lakh tonnes below industry expectations kept the futures prices of sugar under pressure on Friday.
- Fresh demand from Gujarat and Rajasthan markets pull the spot market sugar prices up in Kolhapur market.
- Gur price are steady to negative in various spot market on Friday. Despite of improved demand from Gujarat and Rajasthan market for Chaku gur, prices remains weak in Muzaffarnagar. We are expecting that the prices will increase in the coming days as decrease in temperature improves demand from Gujarat and Rajasthan markets which further increase the prices of Gur.

Outlook:

Sugar prices have improved in this week as improved demand from various states in Maharashtra. We expects that the prices may rebound from the present level as additional 5 lakh tonnes sugar exports allowance under OGL kept the sugar prices upwards.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
July-11	-10.00	2653.00	2660.00	2618.00	2632.00
Aug-11	1.00	2697.00	2700.00	2660.00	2677.00
Sept-11	6.00	2710.00	2712.00	2680.00	2701.00

Contract	Volume	Change	OI	Change
Jul-11	21650	-23480	32050	-1330
Aug-11	8550	-810	18330	1920
Sept-11	990	-750	3310	370

Spread	Jul-11	Aug-11	Sept-11
Basis	49	4	-20
July-11		45	69
Aug-11			24

Stocks	Demat	In-Process	Total	FED
	23.06.11	23.06.11	23.06.11	20.06.11
Kolhapur M	1245	548	1793	1245
Belgaum S	798	0	798	798

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-11	740.60	740.90	710.00	733.30	-6.60
Oct-11	674.40	677.60	641.00	663.50	-8.70
Dec-11	653.40	656.40	625.00	647.20	-6.20

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-11	-4.50	992.00	992.00	981.50	984.00
Sept-11	-5.50	1009.00	1009.50	1001.50	1003.00
Nov-11	0.50	938.00	938.00	930.00	934.00

Contract	Volume	Change	OI	Change
July-11	2920	-260	10490	-530
Sept-11	1060	-810	6790	-210
Nov-11	50	-40	820	10

Spread	July-11	Sept-11	Nov-11
Basis	-4	-23	46
July-11		19	-50
Sept-11			-69

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
July-11	27.20	27.65	25.69	27.58	0.35
Oct-11	25.88	26.14	24.30	26.08	0.08
Mar-12	25.40	25.53	23.94	25.50	0.02

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	612.25	6.00
Raw Sugar C&F (\$/MT)	Black Sea	657.25	6.00
Sugar White FOB (\$/MT)	Santos Port	755.50	5.75

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'11/Jul'11	142.5	-0.5
Oct'11/Oct'11	103.5	-0.5
Dec'11/Oct'11	87.25	1.25

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	27.07	0.19
Brazil Anhydrous	23.43	0.05
Brazil Hydrous	23.48	0.04
Russian Imp. Parity/mt	68.00	Unch

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Sugar		24-06-2011	23-06-2011	
	Delhi - Grade M	2850	2830	+20
	Delhi - Grade S	2800	2780	+20
	UP- Khatuali Grade M	2845	2820	+25
	UP- Ramala Grade M	2755	2735	+20
	Mumbai –Grade M	2696-2841	2686-2831	+10
	Mumbai –Grade S	2621-2661	2626-2641	+20
	Kolhapur – Grade M	2536-2681	2526=2671	+10
	Kolhapur – Grade S	2461-2501	2466-2481	+20
	Vijayawada – Grade M	2800	2800	Unch
	Vijayawada- Grade S	2730	2730	Unch
	Nagpur – Grade S	2770	2750	+20
	Kolkata – Grade SS	-	2790	-
	Chennai - Grade S	2610	2560	+50
Gur	Muzaffar Nagar (Cold Storage)	2440	2450	-10
	Ahmadabad	2750	2750	Unch
	Kolhapur (Superfine)	3000-3800	3000-3800	Unch

Sugar Prices are in INR/Quintal. (1 Quintal=100 kg).

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