

Sugar & Gur Domestic Fundamentals:

- Mixed sentiments recorded in various spot markets of Sugar on Friday. Good supply and sluggish demand pressurize the prices in spot as well as future market. Prices have gone up in UP market while prices in Maharashtra, Chennai, Vijayawada and Nagpur remain same. Prices have been decreased in Kolkata and Delhi market. As far as export is concerned, Govt released around 2 lakh tonnes sugar exports under OGL to 200 mills out of pre-planned overseas sales of 5 lakh tonnes of sugar.
- Gur prices remain steady to negative owing to good arrivals in the market. Prices may take correction after end of Gur arrivals after June in UP. Prices came down of Chaku variety of Gur as arrivals of 4000 mund in Muzaffar Nagar market pressurize the prices.

Sugar International Fundamental:

Sugar production in 2010-11 in Thailand recorded 9.9 million tonnes, up by 7.2 million tonnes produced in the same period in 2009-10. This puts immediate impact on ICE and LIFFE sugar contracts and prices came down.

Outlook:

Sugar spot prices are moving sideways to negative. We are expecting that the prices may go down further due to subdued demand and good arrivals in the markets. Overall good production scenario of sugar also pressurizes the prices of sugar in the coming months.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Jun-11	-0.60	2691	2695	2670	2671
Jul-11	-0.41	2703	2711	2698	2700
Aug-11	-0.15	2730	2736	2726	2735

Contract	Volume	Change	OI	Change
Jun-11	6330	-1880	20810	+900
Jul-11	2620	-1510	9670	-250
Aug-11	510	-180	870	-100

Spread	Jun-11	Jul-11	Aug-11
Spot	50	21	-14
Jun-11		29	64
July-11			35

Stocks	Demat	In-Process	Total	FED
	19.05.11	19.05.11	19.05.11	16.05.11
Kolhapur M	2010	0	2010	2010
Belgaum S	399	801	1200	-

LIFFE Sugar Futures (In USD/Tonne)

Contract	Open	High	Low	Close	+/-
Aug-11					
Oct-11					
Dec-11					

*Quotes will be uploaded in morning.

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-11	+0.75	1000	1008.5	994	1003.5
Sept-11	+0.74	1015	1028	1015	1024
Nov-11	+0.58	948	948	948	948

Contract	Volume	Change	OI	Change
July-11	3700	-3620	12340	+220
Sept-11	1030	-420	3670	+10
Nov-11	10	-110	640	Unch

Spread	July-11	Sept-11	Nov-11
Spot	76.5	56	132
July-11		20.5	-55.5
Sept-11			-76

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
July-11					
Oct-11					
Mar-12					

*Quotes will be uploaded in morning.

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Sugar		20-05-2011	19-05-2011	
	Delhi - Grade M	2900	2910	-10
	Delhi - Grade S	2870	2880	-10
	UP- Khatuali Grade M	2900	2890	+10
	UP- Ramala Grade M	2845	2840	+5
	Mumbai –Grade M	2791-2881	2791-2881	Unch
	Mumbai –Grade S	2751-2771	2751-2771	Unch
	Kolhapur – Grade M	2631-2721	2631-2721	Unch
	Kolhapur – Grade S	2591-2608	2591-2608	Unch
	Vijayawada – Grade M	2910	2910	Unch
	Vijayawada- Grade S	2825	2825	Unch
	Nagpur – Grade S	2900	2900	Unch
	Kolkata – Grade SS	2870	2880	-10
	Chennai - Grade S	2565-2630	2565-2630	Unch
Jaggery(Gur)	Muzaffar Nagar	2700-2700	2700-2750	-50
	Muzaffar Nagar (Cold Storage)	2400	2400	Unch
	Ahmedabad	2600	2625	-25
	Kolhapur (Superfine)	3000-3800	3000-3800	Unch

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

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