

Sugar & Gur Domestic Fundamentals:

- Mixed sentiments recorded in various spot markets of Sugar on Wednesday. Extended crushing and sluggish demand in spot market are the main reasons for decline in the prices.
- Mills in Tamil Nadu has crushed 136.9 lakh tonnes and produced 12.8 lakh tonnes sugar, up 27.82% from previous year, with an average recovery of 9.36r. This may supports the overall sugar production scenario.
- Steady to positive prices recorded in Gur on Wednesday. Gur arrivals ends from Muzaffar Nagar market. Now, Gur from Cold storage will be traded and will increase the prices of Gur in the coming days.

Sugar International Fundamental:

In International market, Port congestion has been increased by 2% in Brazil from last week. This may increase the price of sugar in international markets. But overall surplus of sugar globally may likely to pressurize the prices downwards.

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	-10.00	2655.00	2670.00	2645.00	2650.00
Jul-11	-11.00	2690.00	2699.00	2678.00	2680.00
Aug-11	-9.00	2719.00	2724.00	2709.00	2710.00

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-11	+22.00	993.00	1017.50	993.00	1016.50
Sept-11	+22.00	1012.50	1040.00	1012.50	1034.00
Nov-11	+16.50	948.00	956.00	948.00	956.00

Contract	Volume	Change	OI	Change
Jun-11	5460	-4210	19840	+1150
Jul-11	2350	-1550	8380	+270
Aug-11	350	-460	1270	+50

Contract	Volume	Change	OI	Change
July-11	5600	+2240	12030	-440
Sept-11	1620	+650	3680	+180
Nov-11	50	Unch	620	-20

Spread	Jun-11	Jul-11	Aug-11
Spot	68	38	8
Jun-11		30	60
July-11			30

Spread	July-11	Sept-11	Nov-11
Spot	83.5	66	144
July-11		17.5	-60.5
Sept-11			-78

Stocks	Demat	In-Process	Total	FED
	24.05.11	24.05.11	24.05.11	23.05.11
Kolhapur M	1810	0	1810	1810
Belgaum S	1200	0	1200	1200

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-11	622.50	654.80	620.00	648.00	+24.90
Oct-11	581.10	604.70	579.10	600.00	+17.50
Dec-11	584.50	600.30	581.80	595.30	+13.80

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
July-11	22.08	22.89	21.82	22.64	+0.73
Oct-11	21.79	22.50	21.60	22.30	+0.62
Mar-12	22.14	22.65	22.05	22.52	+0.38

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	524.25	+0.75
Raw Sugar C&F (\$/MT)	Black Sea	569.25	+0.75
Sugar White FOB (\$/MT)	Santos Port	648.0	+0.75

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'11/Jul'11	148.75	+9
Oct'11/Oct'11	108.5	+4.25
Dec'11/Oct'11	103.75	+0.5

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	26.77	-0.21
Brazil Anhydrous	22.66	+0.11
Brazil Hydrous	19.95	+0.1
Russian Imp. Parity/mt	66.00	-19.00

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Sugar		25-05-2011	24-05-2011	
	Delhi - Grade M	2900	2900	Unch
	Delhi - Grade S	2860	2850	+10
	UP- Khatuali Grade M	2890	2890	Unch
	UP- Ramala Grade M	2835	2835	Unch
	Mumbai –Grade M	2781-2878	2781-2878	Unch
	Mumbai –Grade S	2731-2751	2731-2751	Unch
	Kolhapur – Grade M	2621-2718	2621-2718	Unch
	Kolhapur – Grade S	2571-2591	2571-2591	Unch
	Vijayawada – Grade M	2880	2900	-20
	Vijayawada- Grade S	2820	2820	Unch
	Nagpur – Grade S	2870	2880	-10
	Kolkata – Grade SS	2870	2870	Unch
	Chennai - Grade S	2620	2620	Unch
Jaggery(Gur)	Muzaffar Nagar	2750	2750	Unch
	Muzaffar Nagar (Cold Storage)	2450	2400	+50
	Ahmedabad	2600	2600	Unch
	Kolhapur (Superfine)	3000-3800	3000-3800	Unch

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

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