

Sugar & Gur Domestic Fundamentals:

- Sugar prices have increased in various spot markets on Thursday due to sluggish demand and ample sugar stock with mills.
- Increasing international sugar prices opens the opportunity for Indian government to allow further exports which helps the sugar mills to reduce its losses.
- Prices of gur remains unchanged in various spot markets on Wednesday. However, demand of gur may increase after 10-15 days from Rajasthan and Gujarat.

International Sugar Fundamentals:

Prices are moving upwards in Liffe sugar futures owing to demand from West Asian countries and North Africa. Upcoming Ramazan festive season will increase the demand of sweetener in the international market which will impact the sugar prices.

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	-5.00	2486.00	2506.00	2477.00	2488.00
Jul-11	5.00	2532.00	2539.00	2521.00	2536.00
Aug-11	3.00	2570.00	2577.00	2562.00	2573.00

Contract	Volume	Change	OI	Change
Jun-11	13480	1840	24790	-3860
Jul-11	7650	3300	15190	1450
Aug-11	1550	-630	12390	600

Spread	Jun-11	Jul-11	Aug-11
Basis	142	94	57
Jun-11		48	85
July-11			37

Stocks	Demat	In-Process	Total	FED
	08.06.11	08.06.11	08.06.11	06.06.11
Kolhapur M	0	150	150	-
Belgaum S	598	150	748	249

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-11	700.00	715.00	698.10	714.40	+20.20
Oct-11	637.20	649.50	637.20	648.80	+13.50
Dec-11	626.20	632.40	624.00	631.80	+8.50

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-11	5.00	976.00	982.00	973.50	980.00
Sept-11	3.50	991.50	996.00	988.00	993.00
Nov-11	-2.00	940.00	940.00	940.00	940.00

Contract	Volume	Change	OI	Change
July-11	3030	180	13120	-70
Sept-11	1600	10	5890	300
Nov-11	10	-60	610	-10

Spread	July-11	Sept-11	Nov-11
Basis	20	7	60
July-11		13	-40
Sept-11			-53

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
July-11	24.27	25.18	24.12	24.95	+0.60
Oct-11	23.59	24.04	23.25	23.91	+0.41
Mar-12	23.51	23.90	23.33	23.84	+0.26

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	568.00	+1.75
Raw Sugar C&F (\$/MT)	Black Sea	613.00	+1.75
Sugar White FOB (\$/MT)	Santos Port	698.75	+11.25

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'11/Jul'11	162.00	-2.00
Oct'11/Oct'11	121.00	+2.50
Dec'11/Oct'11	104.00	-2.50

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	26.30	+0.06
Brazil Anhydrous	22.09	+0.07
Brazil Hydrous	21.06	+0.06
Russian Imp. Parity/mt	83	-28

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Sugar		09-06-2011	08-06-2011	
	Delhi - Grade M	2820	2840	-20
	Delhi - Grade S	2800	2800	Unch
	UP- Khatuali Grade M	2835	2840	-5
	UP- Ramala Grade M	2770	2780	-10
	Mumbai –Grade M	2726-2790	2750-2801	-11
	Mumbai –Grade S	2621-2681	2621-2666	+15
	Kolhapur – Grade M	2566-2630	2590-2641	-11
	Kolhapur – Grade S	2461-2521	2461-2506	+15
	Vijayawada – Grade M	2830	2830	Unch
	Vijayawada- Grade S	2770	2770	Unch
	Nagpur – Grade S	2770	2770	Unch
	Kolkata – Grade M	2860	2860	Unch
	Chennai - Grade S	2600	2600	Unch
Gur	Muzaffar Nagar (Cold Storage)	2500	2500	Unch
	Ahmadabad	2600	2600	Unch
	Kolhapur (Superfine)	3000-3800	3000-3800	Unch

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

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