

Sugar & Gur Domestic Fundamentals:

- Due to weekend period, dull trading activities was reported in the spot market so, market sentiments was reported unchanged.
- Higher supply of sugar from upcountry suppliers like Karnataka and Maharashtra pressurizes the prices in domestic market. This year, Maharashtra produced 90 lakh tonnes of sugar which is well over the 72 lakh tonnes of sugar produced last year.
- Recent rains restrict the supply of remade gur produced in shamli. Prices likely remains range bound and decrease in temperature in Gujarat and Rajasthan market may increase the demand of chaku variety gur which might supports the prices in Muzaffarnagar market.

Country's Sugarcane Acreage up by 2.23 Lakh Hectare:

As per latest reports received from different States, sowing of kharif crops is progressing well. Sugarcane has been planted in 50.94 lakh hectare, which is 2.23 lakh hectare more than last year's coverage on this date, which is up by 4.3% as compared to the same period.

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
July-11	-20.00	2550.00	2550.00	2525.00	2529.00
Aug-11	-18.00	2588.00	2588.00	2570.00	2575.00
Sept-11	-24.00	2614.00	2614.00	2591.00	2598.00

Contract	Volume	Change	OI	Change
Jul-11	10580	-450	21810	+3500
Aug-11	1880	+260	13650	+450
Sept-11	250	-150	990	-

Spread	Jul-11	Aug-11	Sept-11
Basis	94	50	22
July-11		44	72
Aug-11			28

Stocks	Demat	In-Process	Total	FED
	17.06.11	17.06.11	17.06.11	13.06.11
Kolhapur M	1245	-	1245	50
Belgaum S	798	-	798	598

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-11	708.60	729.80	708.30	727.60	+22.20
Oct-11	657.60	671.40	656.40	668.60	+16.70
Dec-11	641.40	655.40	641.40	651.10	+13.60

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-11	+6.50	974.50	982.50	974.00	981.50
Sept-11	+6.50	988.00	997.50	986.50	995.50
Nov-11	+4.50	930.00	935.00	930.00	932.50

Contract	Volume	Change	OI	Change
July-11	1670	-200	11290	+520
Sept-11	780	-1330	7120	+7580
Nov-11	200	-950	740	+5670

Spread	July-11	Sept-11	Nov-11
Basis	-15	-28	32
July-11		13	-47
Sept-11			-60

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
July-11	25.78	26.42	25.72	26.37	+0.45
Oct-11	24.95	25.44	24.79	25.38	+0.45
Mar-12	24.65	25.08	24.53	25.05	+0.44

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	586.00	+30.50
Raw Sugar C&F (\$/MT)	Black Sea	631.00	+30.50
Sugar White FOB (\$/MT)	Santos Port	722.25	+26.50

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'11/Jul'11	133.96	-16.54
Oct'11/Oct'11	137.12	23.87
Dec'11/Oct'11	87.89	-12.36

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	26.58	-
Brazil Anhydrous	22.29	-
Brazil Hydrous	22.37	-
Russian Imp. Parity/mt	106	-

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Sugar		18-06-2011	17-06-2011	
	Delhi - Grade M	2790	2790	Unch
	Delhi - Grade S	2740	2740	Unch
	UP- Khatuali Grade M	2790	2800	-10
	UP- Ramala Grade M	2760	2760	Unch
	Mumbai –Grade M	2741-2791	2771-2801	-10
	Mumbai –Grade S	2600-2656	2604-2656	Unch
	Kolhapur – Grade M	2581-2631	2611-2641	-10
	Kolhapur – Grade S	2440-2496	2444-2496	Unch
	Vijayawada – Grade M	2800	2800	Unch
	Vijayawada- Grade S	2730	2730	Unch
	Nagpur – Grade S	2750	2750	Unch
	Kolkata – Grade SS	-	2800	-
	Chennai - Grade S	-	2560	-
Gur	Muzaffar Nagar (Cold Storage)	2400	2400	Unch
	Ahmadabad	2700	2675	-25
	Kolhapur (Superfine)	3000-3800	3000-3800	Unch

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

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