

Sugar & Gur Domestic Fundamentals:

- Mixed sentiments recorded in sugar prices on Wednesday as markets could not find adequate cues to define the prices either side.
- Govt plan to ease sugar stock holding limit for traders due to ample sugar stocks in the market. The decision would result in a rebound in prices in the coming days in spot as well as in future market.
- Govt. conduct meeting tomorrow to take decision on further sugar exports allowance under OGL.
- Fresh demand from Gujarat and Rajasthan markets pull the spot market sugar prices up in Kolhapur market.
- Gur prices are steady to positive in various spot markets on Wednesday. Demand has been improved from Gujarat and Rajasthan markets for Chaku gur. 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 and govt. planning to ease stock holding limit also might spread bullish sentiments in the markets. We expect that the prices may rebound from the present level for the short term.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
July-11	52.00	2555.00	2624.00	2555.00	2604.00
Aug-11	55.00	2598.00	2658.00	2595.00	2645.00
Sept-11	51.00	2630.00	2678.00	2630.00	2669.00

Contract	Volume	Change	OI	Change
Jul-11	31980	18540	29980	4290
Aug-11	6370	2520	16080	1210
Sept-11	1750	920	2210	680

Spread	Jul-11	Aug-11	Sept-11
Basis	47	6	-18
July-11		41	65
Aug-11			24

Stocks	Demat	In-Process	Total	FED
	21.06.11	21.06.11	21.06.11	20.06.11
Kolhapur M	1245	549	1794	1245
Belgaum S	798	0	798	798

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-11	747.20	747.80	730.00	743.60	+4.00
Oct-11	675.50	680.00	665.80	673.60	+1.10
Dec-11	659.50	659.50	647.20	656.50	+2.70

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-11	2.50	986.00	993.00	986.00	989.50
Sept-11	7.00	1006.00	1013.00	1003.50	1010.50
Nov-11	9.00	937.50	941.50	937.50	941.50

Contract	Volume	Change	OI	Change
July-11	3630	-1400	11160	-130
Sept-11	1930	-450	7330	380
Nov-11	50	-10	790	-10

Spread	July-11	Sept-11	Nov-11
Basis	-9.5	-30.5	38.5
July-11		21	-48
Sept-11			-69

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
July-11	27.50	27.53	26.86	27.49	+0.02
Oct-11	26.21	26.31	25.57	26.26	+0.05
Mar-12	25.64	25.75	25.05	25.70	+0.06

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	606.50	+1.00
Raw Sugar C&F (\$/MT)	Black Sea	651.50	+1.00
Sugar White FOB (\$/MT)	Santos Port	748.75	+1.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'11/Jul'11	140.75	6.79
Oct'11/Oct'11	99	-38.12
Dec'11/Oct'11	82.75	-5.14

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	26.62	0.04
Brazil Anhydrous	23.3	1.01
Brazil Hydrous	23.35	0.98
Russian Imp. Parity/mt	78	-28

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Sugar		22-06-2011	21-06-2011	
	Delhi - Grade M	2800	2790	+10
	Delhi - Grade S	2725	2740	-15
	UP- Khatuali Grade M	2800	2800	Unch
	UP- Ramala Grade M	2735	2735	Unch
	Mumbai –Grade M	2666-2811	2656-2798	+13
	Mumbai –Grade S	2611-2636	2601-2641	-5
	Kolhapur – Grade M	2506-2651	2496-2638	+13
	Kolhapur – Grade S	2451-2476	2441-2481	-5
	Vijayawada – Grade M	2800	2800	Unch
	Vijayawada- Grade S	2730	2730	Unch
	Nagpur – Grade S	2725	2720	+5
	Kolkata – Grade SS	2760	2760	Unch
	Chennai - Grade S	2545	2545	Unch
Gur	Muzaffar Nagar (Cold Storage)	2450	2450	Unch
	Ahmadabad	2750	2725	+25
	Kolhapur (Superfine)	3000-3800	3000-3800	Unch

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

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