

Sugar & Gur Domestic Fundamentals:

- Firm sentiments recorded in various sugar spot markets on Thursday as improved demand and additional exports rumors supports the sugar prices upwards.
- Govt. allows additional 5 lakh tonnes sugar exports under OGL. The decision totaled the sugar exports figure to 10 lakh tonnes in 2010-11.
- Govt. takes no decision on removing stock holding limit on sugar for traders. It is noticeable that Govt. had put stock holding restriction on sugar for traders in 2009 owing to less production due to bad monsoon.
- Fresh demand from Gujarat and Rajasthan markets pull the spot market sugar prices up in Kolhapur market.
- Gur price are steady in various spot market on Thursday. Demand has been improved from Gujarat and Rajasthan market 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 has improved in this week as improved demand from various states in Maharashtra. We expects that the prices may rebound from the present level as additional 5 lakh tonnes sugar exports allowance under OGL kept the sugar prices upwards.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
July-11	47.00	2610.00	2649.00	2600.00	2648.00
Aug-11	53.00	2652.00	2695.00	2635.00	2695.00
Sept-11	39.00	2670.00	2704.00	2663.00	2704.00

Contract	Volume	Change	OI	Change
Jul-11	45130	13150	33380	3400
Aug-11	9360	2990	16410	330
Sept-11	1740	-10	2940	730

Spread	Jul-11	Aug-11	Sept-11
Basis	23	-24	-33
July-11		47	56
Aug-11			9

Stocks	Demat	In-Process	Total	FED
	22.06.11	22.06.11	22.06.11	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	745.70	747.50	735.20	739.90	-3.70
Oct-11	675.40	676.10	668.60	672.20	-1.40
Dec-11	655.70	656.90	650.90	653.40	-3.10

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-11	-0.50	990.00	995.00	985.00	989.00
Sept-11	0.50	1013.00	1013.50	1004.50	1009.00
Nov-11	-8.00	934.00	936.00	933.50	933.50

Contract	Volume	Change	OI	Change
July-11	3180	-450	11020	-140
Sept-11	1870	-60	7000	-330
Nov-11	90	40	810	20

Spread	July-11	Sept-11	Nov-11
Basis	-9	-29	46.5
July-11		20	-55.5
Sept-11			-75.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
July-11	27.30	27.35	26.93	27.23	-0.26
Oct-11	26.10	26.12	25.60	26.00	-0.26
Mar-12	25.61	25.61	25.12	25.48	-0.22

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	606.25	-0.25
Raw Sugar C&F (\$/MT)	Black Sea	651.25	-0.25
Sugar White FOB (\$/MT)	Santos Port	749.75	+1.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'11/Jul'11	143.00	2.25
Oct'11/Oct'11	104.00	5
Dec'11/Oct'11	86.00	3.25

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	26.88	0.26
Brazil Anhydrous	23.38	0.08
Brazil Hydrous	23.44	0.09
Russian Imp. Parity/mt	68.00	-10

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/QtI)		Change
		23-06-2011	22-06-2011	
Sugar	Delhi - Grade M	2830	2800	+30
	Delhi - Grade S	-	2725	-
	UP- Khatuali Grade M	2820	2800	+20
	UP- Ramala Grade M	2735	2735	Unch
	Mumbai –Grade M	2686-2831	2666-2811	+20
	Mumbai –Grade S	2626-2641	2611-2636	+5
	Kolhapur – Grade M	2526=2671	2506-2651	+20
	Kolhapur – Grade S	2466-2481	2451-2476	+5
	Vijayawada – Grade M	2800	2800	Unch
	Vijayawada- Grade S	2730	2730	Unch
	Nagpur – Grade S	2750	2725	+25
	Kolkata – Grade SS	2790	2760	+30
	Chennai - Grade S	2560	2545	+15
Gur	Muzaffar Nagar (Cold Storage)	2450	2450	Unch
	Ahmadabad	2750	2750	Unch
	Kolhapur (Superfine)	3000-3800	3000-3800	Unch

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

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