

Sugar & Gur Domestic Fundamentals:

- Sugar prices have increased sharply on Wednesday owing to lower sugar quota for July. Also, export notification of sugar also supports the sugar prices.
- Govt. notifies additional 5 lakh tonnes sugar exports under OGL. Additional sugar exports give some respite to the prices in the coming days.
- Government release 17.72 lakh tonnes (15.6 lakh tonnes non-levy and 2.12 lakh tonnes levy quota) total sugar quota for July month. Carry over quantity is 3 lakh tonnes which mills have to sell upto 15th July.
- Gur prices have increased in various spot markets on Wednesday. Demand has been improved in Muzaffarnagar market which supports the prices in Muzaffarnagar market. We are expecting that the prices will increase further 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. We expects that the prices may rebound from the present level as additional 5 lakh tonnes sugar exports allowance under OGL and lower sugar quota for July month kept the sugar prices upwards.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
July-11	-31.00	2769.00	2789.00	2726.00	2730.00
Aug-11	-37.00	2798.00	2805.00	2742.00	2744.00
Sept-11	-39.00	2800.00	2811.00	2751.00	2751.00

Contract	Volume	Change	OI	Change
Jul-11	30350	-4410	42670	1200
Aug-11	14240	890	19790	1590
Sept-11	3210	200	6920	900

Spread	Jul-11	Aug-11	Sept-11
Basis	-27	-42	-48
July-11		15	21
Aug-11			6

Stocks	Demat	In-Process	Total	FED
	28.06.11	28.06.11	28.06.11	27.06.11
Kolhapur M	548	0	548	878
Belgaum S	748	0	748	798

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-11	734.80	767.50	734.80	764.80	38.80
Oct-11	678.00	699.50	676.10	697.00	33.30
Dec-11	667.00	679.20	663.50	673.00	22.30

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-11	-9.50	986.00	987.50	975.00	975.50
Sept-11	-9.00	1010.00	1012.50	1000.50	1001.00
Nov-11	-3.50	933.00	933.00	920.00	928.50

Contract	Volume	Change	OI	Change
July-11	4860	740	10200	-280
Sept-11	3130	950	6710	-100
Nov-11	90	-50	940	40

Spread	July-11	Sept-11	Nov-11
Basis	-5	-30	48
July-11		25	-53
Sept-11			-78

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
July-11	27.80	29.40	27.80	29.28	1.48
Oct-11	25.92	27.23	25.91	27.01	1.10
Mar-12	25.38	26.31	25.38	26.10	0.72

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	649.25	13.25
Raw Sugar C&F (\$/MT)	Black Sea	693.25	13.25
Sugar White FOB (\$/MT)	Santos Port	782.00	15.50

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'11/Jul'11	120.5	0
Oct'11/Oct'11	100.25	1.00
Dec'11/Oct'11	76.25	-10

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	27.01	0.05
Brazil Anhydrous	24.15	0.03
Brazil Hydrous	23.33	0.03
Russian Imp. Parity/mt	67	-10

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Sugar		30-06-2011	29-06-2011	
	Delhi - Grade M	2920	2910	+10
	Delhi - Grade S	2850	2830	+20
	UP- Khatuali Grade M	2870	2850	+20
	UP- Ramala Grade M	2790	2770	+20
	Mumbai –Grade M	2811-2921	2781-2901	+20
	Mumbai –Grade S	2746-2761	2726-2741	+20
	Kolhapur – Grade M	2651-2761	2621-2741	+20
	Kolhapur – Grade S	2586-2601	2566-2581	+20
	Vijayawada – Grade M	2920	2920	Unch
	Vijayawada- Grade S	2800	2800	Unch
	Nagpur – Grade S	2900	2880	+20
	Kolkata – Grade SS	2850	2850	Unch
	Chennai - Grade S	2725	2720	+5
Gur	Muzaffar Nagar (Cold Storage)	2400	2450	-50
	Ahmadabad	2700	2650	+50
	Kolhapur (Superfine)	3000-3800	3000-3800	Unch

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

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