

Sugar & Gur Domestic Fundamentals:

- Sugar prices have increased on Friday owing to mills have increased selling price of sugar. Also, export notification of sugar also supports the sugar prices.
- Prices of sugar in UP increased sharply owing to mills has increased the selling price of sugar for next week contract. But it is expected that the prices may soften due to obligation on sugar mills to release allotted quota for July month which may pressurize the prices. Also, apart from the normal quota, mills have to complete carry over stock within 15th July which may increasing selling pressure on mills.
- Gur prices have steady to negative sentiments in various spot markets on Friday. Poor demand and competition from Maharashtra and Karnataka market to sell gur to Gujarat and Rajasthan pressurize the prices of gur in Muzaffarnagar market. We are expecting that the prices will decrease further in the coming days as selling pressure in front of traders to clear the pipeline within 2 months may further soften 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 take downward correction in prices from the present level as higher prices are not likely to sustain at the current level and traders may book their profits from current level which might pressurize the prices further for sugar.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
July-11	-26.00	2725.00	2725.00	2681.00	2705.00
Aug-11	-19.00	2734.00	2736.00	2704.00	2729.00
Sept-11	-22.00	2744.00	2745.00	2712.00	2734.00

Contract	Volume	Change	OI	Change
Jul-11	30550	200	35880	-6790
Aug-11	9140	-5100	20360	570
Sept-11	2080	-1130	7150	230

Spread	Jul-11	Aug-11	Sept-11
Basis	56	32	27
July-11		24	29
Aug-11			5

Stocks	Demat	In-Process	Total	FED
	30.06.11	30.06.11	30.06.11	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	765.70	769.50	736.30	739.00	-27.70
Oct-11	695.60	700.00	667.70	670.30	-23.50
Dec-11	671.00	678.50	647.40	648.60	-21.50

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-11	-2.00	975.50	976.00	969.50	975.00
Sept-11	-7.00	998.50	998.50	991.50	995.00
Nov-11	-6.50	927.00	927.00	915.00	922.00

Contract	Volume	Change	OI	Change
July-11	4200	-660	9620	-580
Sept-11	3280	150	7090	380
Nov-11	120	30	980	40

Spread	July-11	Sept-11	Nov-11
Basis	5	-15	58
July-11		20	-53
Sept-11			-73

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
July-11	29.55	30.88	27.97	28.36	-0.92
Oct-11	26.95	27.30	25.50	26.34	-0.58
Mar-12	26.03	26.42	24.87	25.71	-0.46

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	+/-
Oct'11/Oct'11	101.25	1
Dec'11/Oct'11	74.5	-1.75
Dec'11/Mar'12	92.25	16

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	28.05	1.04
Brazil Anhydrous	24.70	0.55
Brazil Hydrous	23.87	0.54
Russian Imp. Parity/mt	35	-32

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Sugar		01-06-2011	30-06-2011	
	Delhi - Grade M	2930	2920	+10
	Delhi - Grade S	2910	2850	+60
	UP- Khatuali Grade M	2920	2870	+50
	UP- Ramala Grade M	2860	2790	+70
	Mumbai –Grade M	2791-2961	2811-2921	+40
	Mumbai –Grade S	2726-2751	2746-2761	-10
	Kolhapur – Grade M	2631-2801	2651-2761	+40
	Kolhapur – Grade S	2566-2591	2586-2601	-10
	Vijayawada – Grade M	2920	2920	Unch
	Vijayawada- Grade S	2800	2800	Unch
	Nagpur – Grade S	2860	2900	-40
	Kolkata – Grade SS	2850	2850	Unch
	Chennai - Grade S	2725	2725	Unch
Gur	Muzaffar Nagar (Cold Storage)	2410	2400	+10
	Ahmadabad	2700	2700	Unch
	Kolhapur (Superfine)	3000-3800	3000-3800	Unch

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

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