

## Sugar & Gur Domestic Fundamentals:

- Mostly steady to firm sentiment featured in sugar cash market on Tuesday. Govt policies such as additional 5 lakh tonnes sugar exports under OGL and decision on sugar decontrol next week kept the spot sugar prices upwards.
- Sources revealed that, sugar millers who now start releasing their stocks at premium backed by improved demand and fetching premiums from the exporters. Sugar demand is expected to pick up slowly during the first week of July and peak demand is expected during second fortnight of July and beginning of the Aug as bulk buyers might go for forward booking before festivals starts.
- Demand of remade chaku gur came from Rajasthan, Haryana while gur prices were seen range bound to positive in Muzaffarnagar spot market. On an average, 6000 bags are lifting per day from Muzaffarnagar market.

## 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	-12.00	2766.00	2766.00	2745.00	2745.00
Aug-11	-14.00	2771.00	2788.00	2766.00	2767.00
Sept-11	-6.00	2787.00	2799.00	2781.00	2786.00

Contract	Volume	Change	OI	Change
Jul-11	14100	-6490	30370	-3970
Aug-11	5350	-5650	19100	-680
Sept-11	1300	-490	7780	20

Spread	Jul-11	Aug-11	Sept-11
Basis	66	44	25
July-11		22	41
Aug-11			19

Stocks	Demat	In-Process	Total	FED
	04.07.11	04.07.11	04.07.11	04.07.11
Kolhapur M	548	0	548	548
Belgaum S	748	151	899	748

### LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-11	745.6	770	726.7	769.6	30.6
Oct-11	670.1	702	665.1	701.7	31.4
Dec-11	648.6	675.3	645.8	674.3	25.7

### NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-11	6.00	1001.50	1007.00	995.00	1004.50
Sept-11	10.50	1025.00	1038.50	1022.50	1037.50
Nov-11	3.50	935.00	940.00	933.00	940.00

Contract	Volume	Change	OI	Change
July-11	7730	1600	10470	1660
Sept-11	5360	1490	7990	720
Nov-11	100	-70	1000	-40

Spread	July-11	Sept-11	Nov-11
Basis	-24.5	-57.5	40
July-11		33	-64.5
Sept-11			-97.5

### ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-11	26.25	27.45	25.68	27.25	0.91
Mar-12	25.5	26.6	25.13	26.5	0.79
May-12	24.76	25.68	24.49	25.53	0.54

## Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	652.25	35.50
Raw Sugar C&F (\$/MT)	Black Sea	696.25	35.50
Sugar White FOB (\$/MT)	Santos Port	766.75	40.00

## 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		05-07-2011	04-07-2011	
	Delhi - Grade M	2950	2950	Unch
	Delhi - Grade S	2930	2930	Unch
	UP- Khatuali Grade M	2965	2925	+40
	UP- Ramala Grade M	2870	2870	Unch
	Mumbai –Grade M	2801-2971	2781-2961	+10
	Mumbai –Grade S	2741-2756	2721-2761	-5
	Kolhapur – Grade M	2641-2811	2621-2801	+10
	Kolhapur – Grade S	2581-2596	2561-2601	-5
	Vijayawada – Grade M	2970	2970	Unch
	Vijayawada- Grade S	2850	2850	Unch
	Nagpur – Grade S	2900	2850	+50
	Kolkata – Grade SS	2830	2810	+20
	Chennai - Grade S	2725	2725	Unch
Gur	Muzaffar Nagar (Cold Storage)	2400-2450	2375-2400	+50
	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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