

Sugar & Gur Domestic Fundamentals:

- Steady to positive sentiments witnessed in various sugar spot markets on Wednesday as increasing international prices increase the sugar export demand.
- UP industry are asking to remove Levy quota mechanism and linking sugarcane and sugar prices.
- International Sugar Prices could shoot up on Upcoming UNICA Production Estimate for Brazil.
- Prices of Jaggery remains unchanged in all spot markets of Gur on Wednesday. Demand has improved for Chaku gur as buyers taking gur for remaking purpose. Meanwhile, we are seen some upward correction in the gur prices as demand expected to pick up in the coming days and may peak up in August which might give some support to the prices.

Outlook:

Sugar prices have improved as improved demand from various states in Maharashtra and export notification of additional 5 lakh tonnes of sugar. Also, increasing international prices attract the exporters to export which improves export demand. We expect that prices are likely to stay steady to positive in the coming days.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
July-11	-8.00	2725.00	2746.00	2692.00	2704.00
Aug-11	5.00	2789.00	2813.00	2773.00	2786.00
Sept-11	5.00	2827.00	2843.00	2803.00	2813.00

Contract	Volume	Change	OI	Change
Jul-11	11420	-9420	16140	430
Aug-11	16000	5170	34090	1130
Sept-11	2060	-290	9330	300

Spread	Jul-11	Aug-11	Sept-11
Basis	46	-36	-63
July-11		82	109
Aug-11			27

Stocks	Demat 12.07.11	In-Process 12.07.11	Total 12.07.11	FED 11.07.11
Kolhapur M	999	250	1249	700
Kolhapur S	698	400	1098	548
Belgaum S	300	250	550	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Oct-11	738.5	780.4	737.4	779.3	32.5
Dec-11	710	747.8	706.1	746	30.1
Mar-11	699.3	731	695.8	730.8	24.9

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-11	4.50	989.00	989.50	982.50	988.00
Sept-11	5.00	1034.50	1040.00	1029.50	1036.50
Nov-11	6.50	928.50	939.00	928.00	938.00

Contract	Volume	Change	OI	Change
July-11	4340	-20	6610	-1130
Sept-11	3280	730	8770	-270
Nov-11	150	140	1020	40

Spread	July-11	Sept-11	Nov-11
Basis	12	-36.5	62
July-11		48.5	-50
Sept-11			-98.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-11	28.75	30.62	28.42	30.49	1.57
Mar-12	28.05	29.5	27.59	29.41	1.34
May-12	26.68	27.76	26.34	27.75	1.03

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	704.50	54.25
Raw Sugar C&F (\$/MT)	Black Sea	746.50	54.25
Sugar White FOB (\$/MT)	Santos Port	817.00	39.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'11/Oct'11	105.25	5.5
Dec'11/Oct'11	74.25	4.75
Dec'11/Mar'12	94.75	-0.75

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	29.93	1.06
Brazil Anhydrous	25.07	-0.08
Brazil Hydrous	23.57	-0.19
Russian Imp. Parity/mt	24	-44

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Sugar		13-07-2011	12-07-2011	
	Delhi - Grade M	2960	2960	Unch
	Delhi - Grade S	2940	2940	Unch
	UP- Khatuali Grade M	2960	2955	+5
	UP- Ramala Grade M	2860	2850	+10
	Mumbai –Grade M	2851-2981	2850-2981	Unch
	Mumbai –Grade S	2791-2831	2796-2811	+20
	Kolhapur – Grade M	2725-2750	2750-2750	Unch
	Kolhapur – Grade S	2700-2700	2715-2715	-15
	Vijayawada – Grade M	3120	3120	Unch
	Vijayawada- Grade S	3000	3000	Unch
	Nagpur – Grade S	2900	2900	Unch
	Kolkata – Grade SS	2800	2800	Unch
	Chennai - Grade S	2740	2740	Unch
Gur	Muzaffar Nagar (Cold Storage)	2500	2500	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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