

Sugar & Gur Domestic Fundamentals:

- Mixed sentiments recorded in sugar prices on Friday as markets couldnot find adequate ques to decide the prices either side.
- Govt. may take decision on further sugar exports by sept end considering the higher sugar production for 2010-11 and higher sugar international prices. However, keeping in view expected festive demand of sugar in the month of August and September, government might not take any decision on further sugar exports.
- Prices of Jaggery decreased in Muzaffar Nagar spot markets of Gur on Friday. However, 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 | -12.00 | 2725.00 | 2725.00 | 2695.00 | 2700.00 |
| Aug-11 | 0.00 | 2793.00 | 2797.00 | 2772.00 | 2791.00 |
| Sept-11 | +3.00 | 2824.00 | 2828.00 | 2810.00 | 2821.00 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| Jul-11 | 13620 | -3820 | 13650 | -5630 |
| Aug-11 | 19390 | 40 | 40960 | 4540 |
| Sept-11 | 2490 | -530 | 9540 | -60 |

| Spread | Jul-11 | Aug-11 | Sept-11 |
|---------|--------|--------|---------|
| Basis | 27 | -55 | -83 |
| July-11 | | 82 | 110 |
| Aug-11 | | | 28 |

| Stocks | Demat | In-Process | Total | FED |
|------------|----------|------------|----------|----------|
| | 14.07.11 | 14.07.11 | 14.07.11 | 11.07.11 |
| Kolhapur M | 1249 | 500 | 1749 | 700 |
| Kolhapur S | 948 | 399 | 1347 | 548 |
| Belgaum S | 300 | 299 | 599 | - |

| LIFFE Sugar Futures (In US\$/MT) | | | | | |
|----------------------------------|-------|-------|-------|-------|-------|
| Contract | Open | High | Low | Close | +/- |
| Oct-11 | 778.7 | 783.1 | 754.2 | 764.5 | -25.8 |
| Dec-11 | 739.9 | 741.3 | 718.6 | 727.6 | -22.5 |
| Mar-11 | 724.6 | 724.6 | 700.1 | 709.5 | -22.9 |

| NCDEX Gur Futures: | | | | | |
|--------------------|-------|---------|---------|---------|---------|
| Contract | +/- | Open | High | Low | Close |
| July-11 | -3.5 | 988.00 | 994.00 | 985.00 | 987.5 |
| Sept-11 | 0.5 | 1040.00 | 1045.00 | 1037.50 | 1042.00 |
| Nov-11 | -5.00 | 943.00 | 947.5 | 938.5 | 938.5 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|------|--------|
| July-11 | 1490 | -3260 | 4920 | -990 |
| Sept-11 | 2880 | -2360 | 9080 | 360 |
| Nov-11 | 80 | -150 | 1060 | 40 |

| Spread | July-11 | Sept-11 | Nov-11 |
|---------|---------|---------|--------|
| Basis | 11 | -40 | 56 |
| July-11 | | 51 | -45 |
| Sept-11 | | | -96 |

| ICE Sugar Futures (In Cents/Pound) | | | | | |
|------------------------------------|-------|-------|-------|-------|-------|
| Contract | Open | High | Low | Close | +/- |
| Oct-11 | 30.11 | 30.21 | 28.83 | 29.02 | -1.22 |
| Mar-12 | 28.86 | 28.99 | 27.85 | 28.07 | -0.99 |
| May-12 | 27.27 | 27.33 | 26.34 | 26.69 | -0.65 |

Brazil Sugar Quotes (Kingsman)

| Commodity | Place | Price | Change |
|-------------------------|-------------|--------|--------|
| Raw Sugar FOB (\$/MT) | Santos Port | 705.50 | 1.00 |
| Raw Sugar C&F (\$/MT) | Black Sea | 747.50 | 1.00 |
| Sugar White FOB (\$/MT) | Santos Port | 806.50 | -10.50 |

Brazil White Sugar Premium (US\$/MT)

| Contract | Close | +/- |
|---------------|--------|------|
| Oct'11/Oct'11 | 114.25 | 14.5 |
| Dec'11/Oct'11 | 73.50 | 4 |
| Dec'11/Mar'12 | 102.25 | 6.75 |

Brazil Sugar/ Ethanol Prices (In Cents/lb)

| Commodity | Price | Change |
|------------------------|-------|--------|
| Brazil Domestic Sugar | 30.78 | 1.91 |
| Brazil Anhydrous | 24.85 | -0.3 |
| Brazil Hydrous | 23.36 | -0.4 |
| Russian Imp. Parity/mt | -21 | -21 |

Sugar and Gur Prices at Key Spot Markets:

| Commodity | Centre | Prices (Rs/Qtl) | | Change |
|-------------------|-------------------------------|-----------------|------------|--------|
| | | 15-07-2011 | 14-07-2011 | |
| Sugar | | 2960 | 2960 | Unch |
| | Delhi - Grade M | 2940 | 2940 | Unch |
| | Delhi - Grade S | 2955 | 2970 | -15 |
| | UP- Khatuali Grade M | 2900 | 2865 | -35 |
| | UP- Ramala Grade M | 2853-2981 | 2853-2978 | Unch |
| | Mumbai –Grade M | 2811-2835 | 2811-2835 | Unch |
| | Mumbai –Grade S | 2740-2740 | 2740-2740 | Unch |
| | Kolhapur – Grade M | 2700-2710 | 2700-2700 | +10 |
| | Kolhapur – Grade S | 3100 | 3100 | Unch |
| | Vijayawada – Grade M | 2980 | 2980 | Unch |
| | Vijayawada- Grade S | 2900 | 2900 | Unch |
| | Nagpur – Grade S | 2900 | 2900 | Unch |
| | Kolkata – Grade SS | 2740 | 2740 | Unch |
| Chennai - Grade S | | | | |
| Gur | Muzaffar Nagar (Cold Storage) | 2500 | 2450 | -50 |
| | Ahmadabad | 2750 | 2750 | Unch |
| | Kolhapur (Superfine) | 3000-3800 | 3000-3800 | Unch |

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

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

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