

Sugar & Gur Domestic Fundamentals:

- Mixed sentiments recorded in various spot markets of sugar on Wednesday as markets could not find adequate cues to decide the prices either side. Demand remains sluggish in various markets like UP, Delhi and Chennai which pressurize the price downwards. It is noticeable that the prices have already up by Rs.100 to 160 per Quintal M-o-M basis. It is expected that the prices will move in a range until any change in government policy.
- Government has released 4th Advance Estimate of Sugarcane Production for 2010-11 and estimates 339.17 million tonnes sugarcane production which is marginally down from previous estimate in April i.e 340.54 million tonnes.
- Steady to positive sentiments occurred in various Gur spot markets on Wednesday owing to good lifting of Chaku Gur stored in Cold Storage which support the gur prices. Traders reported gur lifting was around 12000-13000 bags per day. Meanwhile, coming festive seasons and expected good demand of Chaku gur kept the gur prices steady to firm.

Outlook:

Range bound movement witnessed in sugar prices and moving in a downward direction owing to sluggish demand of sugar in various spot markets. Prices are likely to remain in a range bound in the coming days until government notifies any policy change or take decision on further additional export of sugar.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Aug-11	26.00	2770.00	2799.00	2761.00	2794.00
Sept-11	17.00	2807.00	2835.00	2807.00	2829.00
Oct-11	-20.00	2885.00	2885.00	2855.00	2860.00

Contract	Volume	Change	OI	Change
Aug-11	21080	-8630	51910	2450
Sept-11	1790	-1860	11370	520
Oct-11	100	80	70	50

Spread	Aug-11	Sept-11	Oct-11
Basis	-44	-79	-110
Aug-11		35	66
Sept-11			31

Stocks	Demat	In-Process	Total	FED
	19.07.11	19.07.11	19.07.11	18.07.11
Kolhapur M	3086	0	3086	2896
Kolhapur S	1397	0	1397	1347
Belgaum S	550	50	600	550

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Oct-11	762.9	767.9	745	750.3	-2.8
Dec-11	724.3	726	705	711.1	-1.3
Mar-11	712	713.8	692.8	698.9	-1.3

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Sept-11	3.00	1041.50	1049.00	1039.50	1046.00
Nov-11	6.50	950.00	951.00	950.00	951.00
Dec-11	-	-	-	-	-

Contract	Volume	Change	OI	Change
Sept-11	3520	970	9440	170
Nov-11	40	0	1090	20
Dec-11	-	0	220	0

Spread	Sept-11	Nov-11	Dec-11
Basis	-36	59	59
Sept-11		-95	-95
Nov-11			0

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-11	29.06	29.43	28.32	28.78	-0.16
Mar-12	28.04	28.39	27.38	27.9	unch
May-12	26.85	27.12	26.15	26.69	0.06

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	680.00	+13.75
Raw Sugar C&F (\$/MT)	Black Sea	722.00	+13.75
Sugar White FOB (\$/MT)	Santos Port	781.75	+13.50

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'11/Oct'11	118.75	2
Dec'11/Oct'11	79.25	3.25
Dec'11/Mar'12	100	0.5

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	31.68	0.02
Brazil Anhydrous	24.65	-0.13
Brazil Hydrous	23.25	-0.13
Russian Imp. Parity/mt	24	-1

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Sugar		20-07-2011	19-07-2011	
	Delhi - Grade M	2975	2980	-5
	Delhi - Grade S	2925	-	-
	UP- Khatuali Grade M	2960	2960	Unch
	UP- Ramala Grade M	2900	2900	Unch
	Mumbai –Grade M	2861-2981	2851-2973	+8
	Mumbai –Grade S	2781-2841	2791-2841	Unch
	Kolhapur – Grade M	2750-2750	2725-2750	Unch
	Kolhapur – Grade S	2650-2675	2680-2700	-25
	Vijayawada – Grade M	3120	3120	Unch
	Vijayawada- Grade S	3000	3000	Unch
	Nagpur – Grade S	2900	2890	+10
	Kolkata – Grade SS	2900	2920	-20
	Chennai - Grade S	2725	2725	Unch
Gur	Muzaffar Nagar (Cold Storage)	2525	2500	+25
	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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