

Sugar & Gur Domestic Fundamentals:

- Sugar prices have increased in various spot markets on Friday owing to increased export and retail demand. Upcoming festive also pushed up the sugar demand which led increase in sugar prices. Also, good forward booking of sugar in Kolhapur market supports the sugar prices upwards.
- 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.
- Gur prices are steady to negative in various spot markets on Friday as subdued demand of gur owing to Kavayatra pressurizes the prices. 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 upward direction owing to improved 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	-11.00	2855.00	2855.00	2829.00	2838.00
Sept-11	+5.00	2885.00	2905.00	2875.00	2893.00
Oct-11	+21.00	2891.00	2960.00	2891.00	2931.00

Contract	Volume	Change	OI	Change
Aug-11	26620	-11450	55460	-960
Sept-11	5850	-1220	13650	1120
Oct-11	720	-40	800	380

Spread	Aug-11	Sept-11	Oct-11
Basis	-98	-137	-168
Aug-11		39	70
Sept-11			31

Stocks	Demat	In-Process	Total	FED
	21.07.11	21.07.11	21.07.11	18.07.11
Kolhapur M	3086	0	3086	2896
Kolhapur S	1397	0	1397	1347
Belgaum S	599	0	599	550

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Oct-11	756.7	791	756.7	781.3	25.5
Dec-11	719.3	743.6	719.3	737.7	21.9
Mar-11	708.5	731.6	708.5	726.3	20.8

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Sept-11	+2.5	1044.5	1045.00	1040.5	1044.5
Nov-11	+2.5	952.5	957.00	952.5	953.00
Dec-11	-	-	-	-	-

Contract	Volume	Change	OI	Change
Sept-11	1180	-2050	9300	260
Nov-11	120	-100	1050	-30
Dec-11	-	-	-	-

Spread	Sept-11	Nov-11	Dec-11
Basis	-32	56	55
Sept-11		-88	-87
Nov-11			1

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-11	28.95	30.4	28.82	29.85	0.93
Mar-12	27.95	29.07	27.95	28.72	0.68
May-12	26.75	27.5	26.75	27.29	0.49

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	666.25	+4.75
Raw Sugar C&F (\$/MT)	Black Sea	708.25	+4.75
Sugar White FOB (\$/MT)	Santos Port	778.00	+2.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'11/Oct'11	120.50	1.75
Dec'11/Oct'11	80.50	1.25
Dec'11/Mar'12	100.50	0.5

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	32.29	0.61
Brazil Anhydrous	24.86	0.21
Brazil Hydrous	23.46	0.21
Russian Imp. Parity/mt	19	-5

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Sugar		22-07-2011	21-07-2011	
	Delhi - Grade M	3000	3000	Unch
	Delhi - Grade S	2900	2900	Unch
	UP- Khatuali Grade M	2970	2970	Unch
	UP- Ramala Grade M	2910	2905	+5
	Mumbai –Grade M	2871-2996	2871-2991	+5
	Mumbai –Grade S	2791-2856	2791-2851	+5
	Kolhapur – Grade M	2760-2765	2740-2750	+15
	Kolhapur – Grade S	2720-2720	2700-2700	+20
	Vijayawada – Grade M	3120	3120	Unch
	Vijayawada- Grade S	3000	3000	Unch
	Nagpur – Grade S	3000	2900	Unch
	Kolkata – Grade SS	2900	2900	Unch
	Chennai - Grade S	2730	2725	+5
Gur	Muzaffar Nagar (Cold Storage)	2500	2525	-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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