

Sugar & Gur Domestic Fundamentals:

- Sugar prices decline in all spot sugar markets on Wednesday owing to sluggish demand and good supply. Buyers are waiting for prices to come down further from where they can buy sugar at lower rates.
- Demand remains sluggish in various spot markets. It is expected that after 5-7 days, demand came from retail buyers on the festive occasions.
- Food Minister Mr K.V Thomas says that the closing stock for 2010-11 season might go up to 17% Y-o-Y. However keeping in view the 2.2% sugar consumption growth, ending stock for 2010-11 might go down to ~17.09% which totally negates the statement of food minister.
- Prices came down sharply for Gur in Muzaffarnagar owing to lackluster trade of gur in the mandi. However, it is expected that the demand might come from Gujarat market as coming festive push up the demand of gur in the coming days.

Outlook:

Range bound movement witnessed in sugar prices and moving in a downward direction owing to higher sugar quota for August which kept the sugar buyers out of the market which further results in ease in sugar prices initially. However demand may improve afterwards owing to upcoming festivals which might give some support to the sugar prices in the coming days.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Aug-11	-32.00	2690.00	2701.00	2658.00	2659.00
Sept-11	-29.00	2734.00	2747.00	2701.00	2712.00
Oct-11	-29.00	2785.00	2790.00	2747.00	2754.00

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Sept-11	-5.00	1035.00	1037.00	1032.00	1032.50
Nov-11	-3.00	945.00	948.00	943.00	943.00
Dec-11	-	-	-	-	-

Contract	Volume	Change	OI	Change
Aug-11	28360	14120	44410	-2410
Sept-11	7520	2440	20950	1060
Oct-11	580	270	1290	-20

Contract	Volume	Change	OI	Change
Sept-11	3580	20	9970	320
Nov-11	110	30	930	0
Dec-11	-	-	290	-10

Spread	Aug-11	Sept-11	Oct-11
Spot	-9	-62	-104
Jun-11		53	95
July-11			42

Spread	Sept-11	Nov-11	Dec-11
Spot	-52.5	37	22
Sept-11		-89.5	-74.5
Nov-11			15

Stocks	Demat	In-Process	Total	FED
	0.08.11	02.08.11	02.08.11	01.08.11
Kolhapur M	1418	0	1418	1418
Kolhapur S	150	150	300	100
Belgaum S	150	0	150	150

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-11	29.03	29.11	28.06	28.16	-0.81
Mar-12	27.86	28.06	27.17	27.25	-0.66
May-12	26.61	26.76	26.01	26.09	-0.44

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Oct-11	768.9	769.3	749.9	752.3	-17.7
Dec-11	723.7	724.3	708.4	714.3	-9.4
Mar-11	707.7	707.7	695.1	701.2	-7.4

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	651.25	-42.00
Raw Sugar C&F (\$/MT)	Black Sea	692.25	-42.00
Sugar White FOB (\$/MT)	Santos Port	758.00	-42.25

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'11/Oct'11	128	1.25
Dec'11/Oct'11	81.75	1.5
Dec'11/Mar'12	106	-1.5

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	34.24	0.08
Brazil Anhydrous	25.37	0.02
Brazil Hydrous	23.75	0.02
Russian Imp. Parity/mt	-110	-42

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Sugar		03-08-2011	02-08-2011	
	Delhi - Grade M	2950	2975	-25
	Delhi - Grade S	2850	2875	-25
	UP- Khatuali Grade M	2930	2970	-40
	UP- Ramala Grade M	2890	2900	-10
	Mumbai –Grade M	2911	2921	-10
	Mumbai –Grade S	2751	2751	Unch
	Kolhapur – Grade M	2650	2675	-25
	Kolhapur – Grade S	2625	2650	-25
	Vijayawada – Grade M	3130	3130	Unch
	Vijayawada- Grade S	3000	3000	Unch
	Nagpur – Grade S	2890	2890	Unch
	Kolkata – Grade M	2950	2980	-30
	Chennai - Grade S	2715	2750	-35

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	03-Aug-11	02-Aug-11	Change
Muzaffar Nagar	Chaku	2450	2600	-150
Ahmedabad	Lal Variety	2725	2750	-25
Kolhapur	Superfine	3000-3800	3100-3800	Unch
Bangalore	Achhu	2800	2800	+300
	Mudde	3000	3000	+300
Belgaum	Mudde	-	-	-
Belthangadi	yellow (Average)	2800	-	-
Bijapur	Achhu	-	2550	-
Gulbarga	Other (Average)	2558	2542	+16
Mahalingapura	Penti (Average)	2680	2430	+250
Mandya	Achhu (Medium)	2665	2350	+315
	Kurikatu (Medium)	2450	2100	+350
	Other (Medium)	2465	2250	+215
	Yellow (Medium)	2665	2300	+365
Shimoga	Achhu (Average)	2950	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	03-08-2011	02-08-2011	Change
Dorala	M-30	2835	2840	-5
Mawana	M-30	2845	2870	-25
Khatauli	M-30	2825	2840	-15
Modinagar	M-30	2830	2850	-20
Malakpur	M-30	2790	2835	-45
Simbholi	M-30	2920	2920	0
Asamoli	M-30	2880	2890	-10
Dhanora	M-30	2820	2850	-30
Dhampur	M-30	2820	2815	5
Kinnoni	M-31	2950	2975	-25
Budhana	M-31	2880	2890	-10
Thanabhavan	M-31	2880	2885	-5

UP Government Mills Tender Rates				
Centre	Origin/Grade	03-08-2011	02-08-2011	Change
Morna	M-30	2790	2790	0
Nanotha	M-30	2780	2780	0
Nazibabad	M-30	2780	2780	0
Ramlaxman	M-30	2800	2800	0
Sakoti	M-30	2810	2810	0
Amroha	M-30	2795	2795	0
Chandpur	M-30	2790	2790	0

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	03-08-2011	02-08-2011	Change
Ramala	M-30	2790	2790	0
Baghpat	M-30	2790	2790	0
Gajraula	M-30	2780	2780	0
BulandShahar	M-30	2790	2790	0
Anupshahar	M-30	2775	2775	0

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