

## Sugar & Gur Domestic Fundamentals:

- Subdued demand of sugar led the price decline in various spot sugar markets on Friday. Lackluster trade recorded in UP markets which led to Rs.15-20/ Quintal decline in prices. However, sugar prices have increased in Kolhapur market owing to fresh demand recorded on the eve of Ganesh Chaturthi.
- Lean demand for sugar witnessed in Chennai region wherein out of 7000 bags put on auction by 6 mills, only 4000 bags have sold out.
- It is expected that the market should move down further over rumors of higher sugar quota for September. We expect 17.5-18 lac tonnes non-levy sugar quota for September including 3 lac tonnes carry over sugar stock.
- Gur prices are steady in Muzaffar nagar spot mandi on Friday. Daily offtake of gur from Muzaffar nagar market are 10000 bags. Meanwhile, we expect prices of gur might come down owing to higher gur stock in cold storage and expected fresh arrivals of gur from September end.

## 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. Also, higher sugar quota expectations for September might pressurize the sugar prices further in the coming days.

### NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Sept-11	14.00	2695.00	2733.00	2695.00	2714.00
Oct-11	11.00	2754.00	2789.00	2754.00	2772.00
Nov-11	10.00	2799.00	2825.00	2798.00	2816.00

Contract	Volume	Change	OI	Change
Sept-11	16910	2690	31280	-3450
Oct-11	1170	-570	4540	220
Nov-11	240	-110	900	130

Spread	Sept-11	Oct-11	Nov-11
Spot	-14	-72	-116
Oct-11		58	102
Nov-11			44

Stocks	Demat	In-Process	Total	FED
	25.08.11	25.08.11	25.08.11	22.08.11

Kolhapur S	1815	0	1815	2145
------------	------	---	------	------

### NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Sept-11	-1.50	1048.00	1052.00	1046.00	1046.00
Nov-11	-1.50	966.50	969.50	964.50	965.00
Dec-11	-	-	-	-	-

Contract	Volume	Change	OI	Change
Sept-11	1710	-1160	9930	-160
Nov-11	300	130	1440	30
Dec-11	0	0	390	0

Spread	Sept-11	Nov-11	Dec-11
Spot	-6	75	83
11-Nov		-81	-89
11-Dec			-8

### ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-11	30	30.07	28.92	29.66	-0.52
Mar-12	28.9	29	27.91	28.82	-0.35
May-12	27.14	27.33	26.39	27.29	-0.11

### LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Oct-11	780	785.1	761	771.2	-13.4
Dec-11	738.6	740.4	716.2	731.4	-8
Mar-11	724.2	726.4	702.7	718.8	-7.1

## Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	670.75	+16.50
Raw Sugar C&F (\$/MT)	Black Sea	709.75	+16.50
Sugar White FOB (\$/MT)	Santos Port	705.25	+16.25

## Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'11/Oct'11	123	Unch
Dec'11/Oct'11	84.25	Unch
Dec'11/Mar'12	106	Unch

## Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	32.49	-0.39
Brazil Anhydrous	25.84	-0.04
Brazil Hydrous	24.35	-0.04
Russian Imp. Parity/mt	-364	-10

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Sugar		26-08-2011	25-08-2011	-
	Delhi - Grade M	2950	closed	-
	Delhi - Grade S	2850	closed	-
	UP- Khatuali Grade M	2900	2920	-20
	UP- Ramala Grade M	2810	2810	Unch
	Mumbai –Grade M	2801-2916	2801-2916	Unch
	Mumbai –Grade S	2751-2766	2751-2781	-15
	Kolhapur – Grade M	2700	2675	+25
	Kolhapur – Grade S	2650	2625	+25
	Vijayawada – Grade M	3100	3100	Unch
	Vijayawada- Grade S	2970	2970	Unch
	Nagpur – Grade S	2900	2910	-10
	Kolkata – Grade M	3030	3030	Unch
	Chennai - Grade S	2725	2725	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	26-Aug-11	25-Aug-11	Change
Muzaffar Nagar	Chaku (Dry)	2600	2550-2600	Unch
	Chaku (Wet)	2500	2530	-30
Ahmedabad	Lal Variety	2900	2900	Unch
Kolhapur	Superfine	3000-3800	3000-3800	Unch
Bangalore	Achhu	2800	2800	Unch
	Mudde	3000	3000	Unch
Belgaum	Mudde	2300	-	-
Belthangadi	yellow (Average)	2800	2800	Unch
Bijapur	Achhu	2860	-	-
Gulbarga	Other (Average)	2495	2491	+4
Mahalingapura	Penti (Average)	2640	2710	-70
Mandya	Achhu (Medium)	2400	2400	Unch
	Kurikatu (Medium)	2250	2250	Unch
	Other (Medium)	2300	2300	Unch
	Yellow (Medium)	2350	2350	Unch
Shimoga	Achhu (Average)	-	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	26-08-2011	25-08-2011	Change
Dorala	M-30	2860	2860	0
Mawana	M-30	2870	2870	0
Khatauli	M-30	2850	2850	0
Modinagar	M-30	2840	2840	0
Malakpur	M-30	2780	2780	0
Simbholi	M-30	2960	2960	0
Asamoli	M-30	2900	2900	0
Dhanora	M-30	2830	2830	0
Dhampur	M-30	2820	2820	0
Kinnoni	M-31	3000	3000	0
Budhana	M-31	2890	2890	0
Thanabhavan	M-31	2880	2880	0

UP Government Mills Tender Rates				
Centre	Origin/Grade	26-8-2011	25-08-2011	Change
Morna	M-30	2780	2780	0
Nanotha	M-30	2765	2765	0
Nazibabad	M-30	2760	2760	0
Ramlaxman	M-30	2800	2800	0
Sakoti	M-30	2810	2810	0
Amroha	M-30	2800	2800	0
Chandpur	M-30	2800	2800	0

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	26-8-2011	25-8-2011	Change
Ramala	M-30	2730	2730	0
Baghpat	M-30	2730	2730	0
Gajraula	M-30	2720	2720	0
BulandShahar	M-30	2770	2770	0
Anupshahar	M-30	2720	2720	0

Maharashtra Co-operative Mills Tender Prices				
Centre	Origin/Grade	25-08-2011	24-08-2011	Change
BHIMAPATAS	M/30 PP - JB	2675 - 2700	-	-
SONHIRA	S/30	2658	-	-
SARVODAY	M/30	2688	-	-
WALVA	S/30 PP - JB	2623 - 2633	-	-
	M/30	2673	-	-
KOLPEWADI	S/30 ORD - SPL	2636 - 2703	-	-
ASHOK	S/30 ORD - SPL	2637 - 2677	-	-
TAKLI	S/30	2658	-	-
AKLUJ	S/30	2629	-	-

## Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.