

Sugar & Gur Domestic Fundamentals:

- Mixed reaction witnessed in various sugar physical markets on Thursday. Meanwhile, weak demand seen in the Maharashtra as well as UP markets after having moderate festive demand.
- Gur price has decreased for both Chaku dry and wet varieties on Thursday. It is noticeable that Kolhus are ready to make fresh gur from new cane crop. However, recent rains put hurdles for making fresh gur. Consecutive 5 sunny days might help to start the gur production for 2011-12. However, recovery from new cane is not good as expected owing to moisture level is high in the new cane. Presently, Kolhus are willing to pay as much as Rs. 240/Quintal for cane to the farmers.
- Stock position for gur in Muzaffar nagar mandi stood at 500,000 bags out of which 290,000 bags belongs to Chaku variety while rest 210,000 bags belongs to Raskut, Khurpa and Papdi varieties. It is noticeable that stock position for gur was 650,000 bags previous year. Decreasing stock position of chaku gur and moderate demand of gur increase the gur prices.

Outlook:

Range bound movement witnessed in sugar prices. Higher sugar quota for September might ease the sugar prices initially as expected but expected festive demand afterwards might increase the sugar prices.

NCDEX Sugar Futures						NCDEX Gur Futures:					
Contract	+/-	Open	High	Low	Close	Contract	+/-	Open	High	Low	Close
Sept-11	-6.00	2752.00	2754.00	2745.00	2750.00	Sept-11	Unch	1102.50	1107.00	1094.50	1104.00
Oct-11	-9.00	2800.00	2810.00	2795.00	2798.00	Nov-11	8.50	984.00	993.00	980.00	991.00
Nov-11	-11.00	2835.00	2840.00	2829.00	2832.00	Dec-11	9.00	975.00	981.50	972.00	981.00

Contract	Volume	Change	OI	Change
Sept-11	3900	-1600	29460	-1410
Oct-11	2780	230	10360	1380
Nov-11	1230	300	3360	970

Contract	Volume	Change	OI	Change
Sept-11	5020	1940	7250	-970
Nov-11	1040	180	2410	250
Dec-11	270	250	440	20

Spread	Sept-11	Oct-11	Nov-11
Spot	0	-48	-82
Oct-11		48	82
Nov-11			34

Spread	Sept-11	Nov-11	Dec-11
Spot	-14	99	109
11-Nov		-113	-123
11-Dec			-10

Stocks	Demat	In-Process	Total	FED
	03.09.11	03.09.11	03.09.11	29.08.11
Kolhapur S	240	0	240	350

LIFFE Sugar Futures (In US\$/MT)						ICE Sugar Futures (In Cents/Pound)					
Contract	Open	High	Low	Close	+/-	Contract	Open	High	Low	Close	+/-
Oct-11	748.8	760.3	748.8	755.6	4.3	Oct-11	28.4	29.01	28.31	28.4	0.12
Dec-11	709.6	718.7	706.1	710.1	1.5	Mar-12	27.62	28.31	27.62	27.78	0.21
Mar-11	700	709.9	697.6	702.3	3.8	May-12	26.36	26.88	26.77	26.44	0.18

Brazil Sugar Quotes (Kingsman)				Brazil White Sugar Premium (US\$/MT)		
Commodity	Place	Price	Change	Contract	Close	+/-
Raw Sugar FOB (\$/MT)	Santos Port	651.00	-4.75	Oct'11/Oct'11	109.5	Closed
Raw Sugar C&F (\$/MT)	Black Sea	692.00	-4.75	Dec'11/Oct'11	81.25	Closed
Sugar White FOB (\$/MT)	Santos Port	759.00	-8.00	Dec'11/Mar'12	99	Closed

Brazil Sugar/ Ethanol Prices (In Cents/lb)		
Commodity	Price	Change
Brazil Domestic Sugar	31.56	-
Brazil Anhydrous	25.65	-
Brazil Hydrous	24.13	-
Russian Imp. Parity/mt	-356	-

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		07-09-2011	08-09-2011	
Sugar				
	Delhi - Grade M	2950	2975	25
	Delhi - Grade S	2880	2875	-5
	UP- Khatuali Grade M	2920	2910	-10
	UP- Ramala Grade M	2835	2830	-5
	Mumbai –Grade M	2991	2986	-5
	Mumbai –Grade S	2801	2801	Unch
	Kolhapur – Grade M	2750	2750	Unch
	Kolhapur – Grade S	2700	2700	Unch
	Vijayawada – Grade M	3150	3170	20
	Vijayawada- Grade S	3030	3030	Unch
	Nagpur – Grade S	2940	2950	10
	Kolkata – Grade M	2990	2980	-10
Chennai - Grade S	2825	2825	Unch	

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	07-09-2011	08-09-2011	Change
Muzaffar Nagar	Chaku (Dry)	2750	2725	-15
	Chaku (Wet)	2725	2650	-75
Ahmedabad	Lal Variety	3050	3100	50
Kolhapur	Superfine	3000-3800	3000-3800	Unch
Bangalore	Achhu	2600	2600	Unch
	Mudde	2800	2800	Unch
Belgaum	Mudde	-	2300	-
Belthangadi	Yellow (Average)	-	2800	-
Bijapur	Achhu	-	2988	-
Gulbarga	Other (Average)	2450	2501	51
Mahalingapura	Penti (Average)	-	2810	-
Mandya	Achhu (Medium)	2500	2500	Unch
	Kurikatu (Medium)	2300	2250	-50
	Other (Medium)	2500	2550	50
	Yellow (Medium)	2500	2450	-50
Shimoga	Achhu (Average)	3100	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	9/8/2011	9/7/2011	Change
Dorala	M-30	2825	2840	-15
Mawana	M-30	2840	2850	-10
Khatauli	M-30	2815	2830	-15
Modinagar	M-30	-	-	-
Malakpur	M-30	2690	2725	-35
Simbholi	M-30	2935	2950	-15
Asamoli	M-30	2890	2900	-10
Dhanora	M-30	2790	2820	-30
Dhampur	M-30	2790	2780	10
Kinnoni	M-31	2950	2975	-25
Budhana	M-31	2825	2840	-15
Thanabhavan	M-31	2820	2840	-20

UP Government Mills Tender Rates				
Centre	Origin/Grade	9/8/2011	9/7/2011	Change
Morna	M-30	2720	2740	-20
Nanotha	M-30	2715	2730	-15
Nazibabad	M-30	2715	2720	-5
Ramlaxman	M-30	..	2760	#VALUE!
Sakoti	M-30	2720	2770	-50
Amroha	M-30	2750	2760	-10
Chandpur	M-30	2740	2760	-20

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	9/8/2011	9/7/2011	Change
Ramala	M-30	2720	2740	-20
Baghpat	M-30	2725	2740	-15
Gajraula	M-30	2715	2730	-15
BulandShahar	M-30	2745	2760	-15
Anupshahar	M-30	2720	2730	-10

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	9/7/2011
WARANA	S/30	2715
PRAVARA	S/30 JK - JB	2705 - 2705
	M/30	2770
SONHIRA	S/30	2698
LOKNETE	S/30	2645
	M/30	2745
SARVODAY	S/30	2688
	M/30	2738
VATEGAON	S/30 PP - JB	2698 - 2718
	M/30	2838
WALVA	S/30 PP - JB	2673 - 2698
	M/30	2748
SADASHIV	S/30	2638
	M/30	2667
SAHYADRI	M/30 (1 RAKE)	2736

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