

## Sugar & Gur Domestic Fundamentals:

- Steady to negative sentiments recorded in various sugar spot markets on Monday. Sluggish demand and lackluster trade led the sugar prices decline in various sugar spot markets.
- ISMA has projected 16 million tonnes sugar production for UP and Maharashtra together for 2011-12. ISMA kept its sugar production estimate at 26 million tonnes for 2011-12. It is noticeable that government has pegged its sugar production estimate at 24.6 million tonnes which is 0.3 million tonnes higher than 2010-11 sugar production estimate.
- Sluggish demand and speculation over fresh gur arrivals has led the gur prices downwards in Muzaffar nagar market on Saturday.
- Kolhus have stop making fresh gur at present as recovery from early cane crop is very less (~6%) which not give sufficient amount of profit to gur makers. It is expected that fresh gur will start after 10-15 days as favorable weather would increase the recovery from cane.

### 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

| Contract | +/-   | Open    | High    | Low     | Close   |
|----------|-------|---------|---------|---------|---------|
| Oct-11   | 15.00 | 2700.00 | 2735.00 | 2698.00 | 2721.00 |
| Nov-11   | -8.00 | 2699.00 | 2709.00 | 2677.00 | 2700.00 |
| Dec-11   | 3.00  | 2719.00 | 2730.00 | 2710.00 | 2730.00 |

| Contract | Volume | Change | OI    | Change |
|----------|--------|--------|-------|--------|
| Oct-11   | 9870   | 3320   | 15050 | -620   |
| Nov-11   | 1050   | 80     | 4310  | -240   |
| Dec-11   | 130    | 120    | 230   | 110    |

| Spread | 11-Oct | 11-Nov | 11-Dec |
|--------|--------|--------|--------|
| Spot   | -41    | -20    | -50    |
| Nov-11 |        | -21    | 9      |
| Dec-11 |        |        | 30     |

| Stocks     | Demat    | In-Process | Total    | FED      |
|------------|----------|------------|----------|----------|
|            | 24.09.11 | 24.09.11   | 24.09.11 | 19.09.11 |
| Kolhapur M | 2248     | 0          | 2248     | 1949     |
| Kolhapur S | 648      | 0          | 648      | 90       |

### NCDEX Gur Futures:

| Contract | +/-   | Open   | High    | Low    | Close   |
|----------|-------|--------|---------|--------|---------|
| Nov-11   | 4.00  | 962.50 | 979.50  | 962.50 | 971.50  |
| Dec-11   | -2.00 | 972.00 | 982.00  | 970.00 | 971.50  |
| Jan-11   | 4.00  | 995.00 | 1008.50 | 995.00 | 1004.00 |

| Contract | Volume | Change | OI   | Change |
|----------|--------|--------|------|--------|
| Nov-11   | 3760   | -2800  | 5740 | -130   |
| Dec-11   | 1140   | -1250  | 2310 | 200    |
| Jan-11   | 80     | -70    | 580  | 10     |

| Spread | 11-Nov | 11-Dec | 12-Jan |
|--------|--------|--------|--------|
| Spot   | 68.5   | 68.5   | 36     |
| 11-Dec |        | 0      | 32.5   |
| 12-Jan |        |        | 0      |

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

| Contract | Open  | High  | Low   | Close | +/-  |
|----------|-------|-------|-------|-------|------|
| Dec-11   | 639   | 639.5 | 618   | 631.5 | -8.5 |
| Mar-12   | 629.5 | 630.2 | 610.3 | 620.9 | -7.5 |
| May-12   | 625   | 625.4 | 609.1 | 617.6 | -6.4 |

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

| Contract | Open  | High  | Low   | Close | +/-   |
|----------|-------|-------|-------|-------|-------|
| Oct-11   | 25.75 | 25.8  | 24.8  | 24.84 | -0.83 |
| Mar-12   | 24.85 | 24.97 | 24.01 | 24.13 | -0.68 |
| May-12   | 24.11 | 24.2  | 23.4  | 23.48 | -0.63 |

## Brazil Sugar Quotes (Kingsman)

| Commodity               | Place       | Price  | Change |
|-------------------------|-------------|--------|--------|
| Raw Sugar FOB (\$/MT)   | Santos Port | 566.25 | -11.75 |
| Raw Sugar C&F (\$/MT)   | Black Sea   | 606.25 | -11.75 |
| Sugar White FOB (\$/MT) | Santos Port | 651.75 | -12.00 |

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

| Contract      | Close | +/-  |
|---------------|-------|------|
| Dec'11/Oct'11 | 77.5  | 2.25 |
| Dec'11/Mar'12 | 93.5  | -1   |
| Mar'12/Mar'12 | 83    | 0.5  |

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

| Commodity              | Price | Change |
|------------------------|-------|--------|
| Brazil Domestic Sugar  | 25.99 | -1.36  |
| Brazil Anhydrous       | 21.86 | -0.88  |
| Brazil Hydrous         | 20.56 | -0.83  |
| Russian Imp. Parity/mt | -352  | 9      |

## Sugar and Gur Prices at Key Spot Markets:

| Commodity | Centre               | Prices (Rs/Qtl) |            | Change |
|-----------|----------------------|-----------------|------------|--------|
| Sugar     |                      | 24-09-2011      | 26-09-2011 |        |
|           | Delhi - Grade M      | 2965            | 2975       | 10     |
|           | Delhi - Grade S      | 2915            | 2900       | -15    |
|           | UP- Khatuali Grade M | 2920            | 2900       | -20    |
|           | UP- Ramala Grade M   | 2815            | 2805       | -10    |
|           | Mumbai –Grade M      | 2966            | 2961       | -5     |
|           | Mumbai –Grade S      | 2791            | 2776       | -15    |
|           | Kolhapur – Grade M   | 2680            | 2680       | Unch   |
|           | Kolhapur – Grade S   | 2630            | 2630       | Unch   |
|           | Vijayawada – Grade M | 3210            | 3210       | Unch   |
|           | Vijayawada- Grade S  | 3060            | 3060       | Unch   |
|           | Nagpur – Grade S     | 2900            | 2900       | Unch   |
|           | Kolkata – Grade M    | 2930            | 2940       | 10     |
|           | Chennai - Grade S    | 2825            | 2800       | -25    |

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

| Gur Spot Prices (Rs/Qtl) |                   |            |            |        |
|--------------------------|-------------------|------------|------------|--------|
| Markets                  | Variety           | 24-09-2011 | 26-09-2011 | Change |
| Muzaffar Nagar           | Chaku (Dry)       | 2650       | 2600       | -50    |
|                          | Chaku (Wet)       | 2575       | 2550       | -25    |
| Ahmedabad                | Lal Variety       | 3000       | 3000       | Unch   |
| Bangalore                | Achhu             | 2600       | 2700       | 100    |
|                          | Mudde             | 2800       | 2900       | 100    |
| Belgaum                  | Mudde             | 2600       | 2600       | Unch   |
| Belthangadi              | Yellow (Average)  | 2900       | 2900       | Unch   |
| Bijapur                  | Achhu             | 2890       | 2750       | -140   |
| Gulbarga                 | Other (Average)   | 2475       | -          | -      |
| Mahalingapura            | Penti (Average)   | -          | 2630       | -      |
| Mandya                   | Achhu (Medium)    | 2500       | 2500       | Unch   |
|                          | Kurikatu (Medium) | 2200       | 2200       | Unch   |
|                          | Other (Medium)    | 2450       | 2400       | -50    |
|                          | Yellow (Medium)   | 2400       | 2450       | 50     |
| Shimoga                  | Achhu (Average)   | 3000       | -          | -      |

| UP Private Mills Tender Rates |              |           |           |        |
|-------------------------------|--------------|-----------|-----------|--------|
| Centre                        | Origin/Grade | 9/26/2011 | 9/25/2011 | Change |
| Dorala                        | M-30         | 2900      | 2900      | 0      |
| Mawana                        | M-30         | 2900      | 2900      | 0      |
| Modinagar                     | M-30         | -         | -         | -      |
| Malakpur                      | M-30         | -         | -         | -      |
| Simbholi                      | M-30         | 2940      | 2940      | 0      |
| Asamoli                       | M-30         | 2900      | 2900      | 0      |
| Dhanora                       | M-30         | 2825      | 2825      | 0      |
| Dhampur                       | M-30         | 2835      | 2835      | 0      |
| Kinnoni                       | M-31         | 2955      | 2955      | 0      |
| Budhana                       | M-31         | 2860      | 2860      | 0      |
| Thanabhavan                   | M-31         | 2855      | 2855      | 0      |

| UP Government Mills Tender Rates |              |           |           |        |
|----------------------------------|--------------|-----------|-----------|--------|
| Centre                           | Origin/Grade | 9/26/2011 | 9/25/2011 | Change |
| Morna                            | M-30         | 2755      | 2755      | 0      |
| Nanotha                          | M-30         | 2750      | 2750      | 0      |
| Nazibabad                        | M-30         | 2740      | 2740      | 0      |
| Ramlaxman                        | M-30         | -         | -         | -      |
| Sakoti                           | M-30         | 2740      | 2740      | 0      |
| Amroha                           | M-30         | 2765      | 2765      | 0      |
| Chandpur                         | M-30         | 2760      | 2760      | 0      |

| UP Cooperative Mills Tender Rates |              |           |           |        |
|-----------------------------------|--------------|-----------|-----------|--------|
| Centre                            | Origin/Grade | 9/26/2011 | 9/25/2011 | Change |
| Baghpat                           | M-30         | 2755      | 2755      | 0      |
| Gajraula                          | M-30         | 2745      | 2745      | 0      |
| BulandShahar                      | M-30         | 2750      | 2750      | 0      |
| Anupshahar                        | M-30         | 2740      | 2740      | 0      |

| Maharashtra Cooperative Mills Tender Prices |              |             |
|---|--------------|-------------|
| Centre                                      | Origin/Grade | 9/25/2011   |
| KAGAL                                       | S/30         | 2715        |
|   | M/30 JK - PP | 2780 - 2800 |
| BHUINJ                                      | S/30 PP - JB | 2673 - 2683 |
|   | M/30         | 2783        |
| PRAVARA                                     | M/30         | 2734        |
| LOKNETE                                     | M/30         | 2728        |
| HAMIDWADA                                   | S/30         | 2668        |

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