

Sugar & Gur Domestic Fundamentals:

- Steady to negative sentiment witnessed in Sugar spot market on Thursday owing to higher sugar quota for November month and weak demand of sugar after festival season led the sugar prices downwards.
- Various mills in Western UP are going to start their crushing operation from 1 November 2011. However, mills are getting 6-7% sugar recovery from cane after getting initial data. Less sugar recovery from cane haunts mills.
- Mills which are going to start crushing operation have agreed to pay cane remuneration as per SAP which will be decided by the government for 2011-12.
- Gur markets remains closed on account of Govardhan festival on Friday. However, increasing arrivals over demand kept the gur prices under pressure.
- Panic selling of sugarcane has been witnessed from farmers as they want their fields empty for sowing of Rabi crops like wheat. However delayed crushing by mills bound the farmers to sell their cane to Kolhus at Rs 180-190/quintal which is lesser than previous year SAP.

Outlook:

Sugar prices are likely to move downwards owing to higher sugar quota for November. Also, starting of crushing season from first week of November might put some pressure on the ongoing prices.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Nov-11	-3	2755	2765	2750	2756
Dec-11	-6	2760	2762	2748	2750
Jan-12	17	2780	2780	2780	2780

Contract	Volume	Change	OI	Change
Nov-11	1790	-3890	14540	-400
Dec-11	1340	-1630	9310	80
Jan-12	30	0	200	10

Spread	Nov-11	Dec-11	Jan-12
Spot	44	50	20
Nov-11		-6	24
Dec-11			30

Stocks	Demat 27-10-11	In-Process 27-10-11	Total 27-10-11	FED 24.10.11
Kolhapur M	-	-	-	-
Kolhapur S	3185	0	3185	3275

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Nov-11	-2	971	983	971	978
Dec-11	-1	978.5	980	972.50	975
Jan-12	-1.5	1008	1010	1007	1010

Contract	Volume	Change	OI	Change
Nov-11	2330	190	6890	100
Dec-11	890	210	2100	-80
Jan-12	100	-220	1190	40

Spread	Nov-11	Dec-11	Jan-12
Spot	-58	-55	-90
Nov-11		-3	32
Dec-11			35

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Dec-11	724.3	727.5	712.9	714.9	-7.6
Mar-12	677.8	685.1	675	681.4	6.9
May-12	667.1	672.2	664.1	670.3	5.9

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-12	26.71	27.09	26.59	26.86	0.51
May-12	26.04	26.26	25.84	26.05	0.45
July-12	25	25.4	25	25.19	0.41

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	628.00	-
Raw Sugar C&F (\$/MT)	Black Sea	668.00	-
Sugar White FOB (\$/MT)	Santos Port	697.25	-

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Dec'11/Mar'12	121.5	1.5
Mar'12/Mar'12	88	4
May'12/May'12	94.5	2.5

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	27.54	0.54
Brazil Anhydrous	23.56	0.23
Brazil Hydrous	22.51	0.49
Russian Imp. Parity/mt	-376	0

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Sugar		27-10-2011	28-10-2011	
	Delhi - Grade M	3060	3100	+40
	Delhi - Grade S	3000	3000	Unch
	UP- Khatuali Grade M	3100	3100	Unch
	UP- Ramala Grade M	2950	2935	-15
	Mumbai –Grade M	3061	-	-
	Mumbai –Grade S	2891	-	-
	Kolhapur – Grade M	2850	2800	-50
	Kolhapur – Grade S	2750	2700	-50
	Vijayawada – Grade M	3250	3250	Unch
	Vijayawada- Grade S	3080	3080	Unch
	Nagpur – Grade M	3100	3050	-50
	Kolkata – Grade M	3150	3050	-100
	Chennai - Grade S	2770	2770	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	27-10-2011	28-10-2011	Change
Muzaffar Nagar	Chaku (New Arrival)	-	-	-
	Khurpa	-	-	-
	Laddu	-	-	-
	Rascut	-	-	-
Maharashtra	Lal Variety	-	-	-
Bangalore	Achhu	-	2700	-
	Mudde	-	3000	-
Belgaum	Mudde	-	2800	-
Belthangadi	Yellow (Average)	-	3150	-
Bijapur	Achhu	-	2852	-
Gulbarga	Other (Average)	2710	2751	+40
Mahalingapura	Penti (Average)	2710	-	-
Mandya	Achhu (Medium)	-	2450	-
	Kurikatu (Medium)	-	2200	-
	Other (Medium)	-	2250	-
	Yellow (Medium)	-	2400	-
Shimoga	Achhu (Average)	-	2750	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	28-10-2011	27-10-2011	Change
Dorala	M-30	2990	2990	Unch
Mawana	M-30	3010	3010	Unch
Modinagar	M-30	-	-	-
Malakpur	M-30	-	-	-
Simbholi	M-30	3030	3030	Unch
Asamoli	M-30	3010	3010	Unch
Dhanora	M-30	2980	2980	Unch
Dhampur	M-30	2925	2925	Unch
Kinnoni	M-31	3070	3070	Unch
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	-	-

UP Government Mills Tender Rates				
Centre	Origin/Grade	28-10-2011	27-10-2011	Change
Morna	M-30	2885	2885	Unch
Nanotha	M-30	2875	2875	Unch
Nazibabad	M-30	2860	2860	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2820	2820	Unch
Amroha	M-30	2890	2890	Unch
Chandpur	M-30	2880	2880	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	28-10-2011	27-10-2011	Change
Baghpat	M-30	2880	2880	Unch
Gajraula	M-30	2870	2870	Unch
BulandShahar	M-30	2880	2880	Unch
Anupshahar	M-30	2870	2870	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	10/25/2011
VATEGAON	M/30	2918
SARVODAY	S/30	2773
WALVA	S/30	2758
	M/30	2848
LOKNETE	S/30	2750
	M/30	2851

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