

Sugar & Gur Domestic & International Fundamentals:

- Sugar prices have declined in various sugar spot markets on Saturday as lackluster trade and dwindling demand due to higher prices kept the prices under pressure.
- Government is likely to allow more sugar exports after reviewing crushing pace in the month of December.
- Market participants are expecting around 15-15.5 lac tonnes of sugar quota for December month. Sugar quota will decide the direction of sugar prices further.
- Gur prices have declined in Muzaffar nagar market on Saturday due to lackluster trade and lesser demand of gur.
- Sluggish arrivals due to lesser production by kolhus create supply problems of gur in the market. It is noticeable that decline in gur prices in recent days squeeze the profit margins from Kolhus. Also higher cane prices also increase the cost of production of gur for Kolhus.

Outlook:

Sugar prices have surged in recent days owing to export allowance; however prices are likely to move downwards from prevailing prices due to profit booking at higher levels and higher sugar quota for November which will create panic situation in front of millers to sell their output in the market allocated by the government. We expect decline in sugar prices in the coming days.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Dec-11	36	2975	3011	2975	3006
Jan-12	22	2965	2986	2956	2974
Feb-12	15	2980	3009	2967	2975

Contract	Volume	Change	OI	Change
Dec-11	16910	-6760	42010	2940
Jan-12	5600	-5700	15960	640
Feb-12	480	-910	3700	80

Spread	Dec-11	Jan-12	Feb-12
Spot	94	126	125
Dec-11		-32	-31
Jan-12			1

Stocks	Demat 25-11-11	In-Process 25-11-11	Total 25-11-11	FED 21.11.11
Kolhapur M	-	-	-	-
Kolhapur S	3106	0	3106	3106

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Dec-11	6	996.5	1004	995.5	1002.5
Jan-12	1	1043.5	1045	1041	1043.5
Mar-12	3.5	1079	1089	1079	1088

Contract	Volume	Change	OI	Change
Dec-11	1920	-100	5440	500
Jan-12	670	-1050	4570	190
Mar-12	410	-720	4310	70

Spread	Dec-11	Jan-12	Mar-12
Spot	-2.5	-43.5	-88
Dec-11		41	85.5
Jan-12			44.5

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-12	601.2	606.5	598	598.2	-4.4
May-12	592.8	598.5	590	590.9	-3.7
Aug-12	586	592.2	583.9	585.8	-1.8

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-12	23.08	23.16	22.71	22.9	-0.19
May-12	22.8	22.8	22.43	22.53	-0.17
July-12	22.47	22.55	22.25	22.29	-0.17

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	521.25	-
Raw Sugar C&F (\$/MT)	Black Sea	560.25	-
Sugar White FOB (\$/MT)	Santos Port	629.75	-

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'12/Mar'12	94.75	-
May'12/May'12	94.5	-
Aug'12/Jul'12	94	-

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	26.58	
Brazil Anhydrous	22.5	
Brazil Hydrous	22.29	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		26-11-2011	25-11-2011	
Sugar	Delhi - Grade M	3300	3350	-50
	Delhi - Grade S	3200	3211	-11
	UP- Khatuali Grade M	3290	3280	+10
	UP- Ramala Grade M	3160	3180	-20
	Mumbai –Grade M	3341	3356	-15
	Mumbai –Grade S	3166	3191	-25
	Kolhapur – Grade M	3100	3150	-50
	Kolhapur – Grade S	3000	3025	-25
	Vijayawada – Grade M	3500	3500	Unch
	Vijayawada- Grade S	3300	3300	Unch
	Nagpur – Grade M	3280	3300	-20
	Kolkata – Grade M	3350	3300	+50
	Chennai - Grade S	3050	3050	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	26-11-2011	25-11-2011	Change
Muzaffar Nagar	Chaku (New Arrival)	2500	2550	-50
	Khurpa	2300	2350	-50
	Laddu	2425	2450	-25
	Rascut	2200	2200	Unch
Maharashtra	Lal Variety	2400	2400	Unch
Bangalore	Achhu	2700	2700	Unch
	Mudde	2900	2900	Unch
Belgaum	Mudde	-	2600	Unch
Belthangadi	Yellow (Average)	3200	-	-
Bijapur	Achhu	2300	-	-
Gulbarga	Other (Average)	2700	-	-
Mahalingapura	Penti (Average)	-	-	-
Mandya	Achhu (Medium)	2200	2250	-50
	Kurikatu (Medium)	2150	2175	-25
	Other (Medium)	2050	2050	Unch
	Yellow (Medium)	2100	2100	Unch
Shimoga	Achhu (Average)	2600	2600	Unch

UP Private Mills Tender Rates				
Centre	Origin/Grade	26-11-2011	25-11-2011	Change
Dorala	M-30	3390	3390	Unch
Mawana	M-30	3390	3390	Unch
Modinagar	M-30	3380	3380	Unch
Malakpur	M-30	3370	3370	Unch
Simbholi	M-30	3490	3490	Unch
Asamoli	M-30	3480	3480	Unch
Dhanora	M-30	3420	3420	Unch
Dhampur	M-30	3350	3350	Unch
Kinnoni	M-31	3520	3520	Unch
Budhana	M-31	3420	3420	Unch
Thanabhavan	M-31	3420	3420	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	26-11-2011	25-11-2011	Change
Morna	M-30	3390	3390	Unch
Nanotha	M-30	3390	3390	Unch
Nazibabad	M-30	3380	3380	Unch
Ramlaxman	M-30	3370	3370	Unch
Sakoti	M-30	3490	3490	Unch
Amroha	M-30	3480	3480	Unch
Chandpur	M-30	3420	3420	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	26-11-2011	25-11-2011	Change
Baghpat	M-30	3190	3190	Unch
Gajraula	M-30	3180	3180	Unch
BulandShahar	M-30	3180	3180	Unch
Anupshahar	M-30	3170	3170	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	25-11-2011
PANDHARPUR	S/30	2985
KOLPEWADI	S/30	3001
SHIRPUR	S/30	3031
GHODGANGA	S/30.JB	3015
SADASHIV	S/30.JB	2975
	M/30.JB	3050
BHENDA	S/30.PP	3061
LOKNETE	S/30.PP	2958
	M/30.pp	3073
MADHUKAR	S/30.JK	3061
	M/30.JK	3141
JAWAHAR	S/30	3020

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