

## Sugar & Gur Domestic & International Fundamentals:

- Sugar prices have tumbled in key spot markets on Wednesday due to higher sugar quota expectations for December.
- UP mills have produce 4.79 lac tonne sugar up to 29<sup>th</sup> November 2011 which is 3.39 lac tonnes more compared to sugar produced in 2010-11 same period. This difference is due to 2 week delayed start of crushing operations by mills in UP last year. Moreover, mills have crushed 61 lac tonnes cane till date which is 43.55 lac tonnes higher compared to previous year. However, recovery of sugar from cane is on the lower side this year. Mills have registered average 7.8% recovery from cane.
- Market is expecting around 17 lac tonnes non-levy sugar quota for December month which is around 2 lac tonnes higher compared to previous year. If government allows 17 lac tonnes sugar quota for Non-levy then prices is expected to tumble in the coming days.
- Prices for Chaku variety gur has increased in Muzaffar nagar market on Wednesday owing to sluggish arrivals and moderate demand. However keeping in view lesser gur prices quoting by Maharashtra and MP markets, traditional buyers of gur like Rajasthan and Gujarat will buy gur from these markets rather than UP which will pressurize the gur prices in UP.

### Outlook:

Sugar prices are moving range bound with weak tone as profit booking came from higher level. Also, higher sugar quota expectations for December kept the sugar prices downwards.

#### NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Dec-11	-29	3012	3018	2985	3000
Jan-12	-17	2960	2968	2941	2955
Feb-12	-11	2973	2976	2948	2975

Contract	Volume	Change	OI	Change
Dec-11	13910	-1060	48150	1980
Jan-12	5590	-380	17960	510
Feb-12	770	-190	4320	-80

Spread	Dec-11	Jan-12	Feb-12
Spot	75	120	100
Dec-11		-45	-25
Jan-12			20

Stocks	Demat 29-11-11	In-Process 29-11-11	Total 29-11-11	FED 28.11.11
Kolhapur M	-	-	-	-
Kolhapur S	3106	0	3106	3106

#### NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Dec-11	-1	999	999.5	996.5	998.5
Jan-12	1	1042	1042	1032.5	1042
Mar-12	-3.5	1086.5	1086.5	1078.5	1084

Contract	Volume	Change	OI	Change
Dec-11	1370	-470	5440	-120
Jan-12	1900	1190	4580	-90
Mar-12	1490	170	4350	-80

Spread	Dec-11	Jan-12	Mar-12
Spot	1.5	-42	-84
Dec-11		43.5	85.5
Jan-12			42

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

Contract	Open	High	Low	Close	+/-
Mar-12	598.5	607.8	594	604.2	3.1
May-12	590.2	599.4	587.4	596.7	3
Aug-12	587	594.8	583.3	592.8	3.3

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

Contract	Open	High	Low	Close	+/-
Mar-12	23.15	23.64	22.89	23.49	0.37
May-12	22.9	23.2	22.54	23.06	0.26
July-12	22.54	22.82	22.27	22.7	0.16

## Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	529.00	+3.75
Raw Sugar C&F (\$/MT)	Black Sea	566.00	+3.75
Sugar White FOB (\$/MT)	Santos Port	657.75	+3.50

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

Contract	Close	+/-
Mar'12/Mar'12	90.5	-0.25
May'12/May'12	90.75	0.75
Aug'12/Jul'12	93.75	3.25

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

Commodity	Price	Change
Brazil Domestic Sugar	26.4	0.14
Brazil Anhydrous	22.25	0.07
Brazil Hydrous	22.18	0.07

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		30-11-2011	29-11-2011	
Sugar	Delhi - Grade M	3320	3350	-30
	Delhi - Grade S	3200	3220	-20
	UP- Khatuali Grade M	3300	3330	-30
	UP- Ramala Grade M	3145	3140	+5
	Mumbai –Grade M	3346	3351	-5
	Mumbai –Grade S	3146	3181	-35
	Kolhapur – Grade M	3075	3150	-75
	Kolhapur – Grade S	2975	3050	-75
	Vijayawada – Grade M	3530	3500	+30
	Vijayawada- Grade S	3330	3300	+30
	Nagpur – Grade M	3300	3350	-50
	Kolkata – Grade M	3350	3350	Unch
	Chennai - Grade S	3050	3050	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	30-11-2011	29-11-2011	Change
Muzaffar Nagar	Chaku (New Arrival)	2500	2400	+100
	Khurpa	2280	2300	-20
	Laddu	2375	2450	-75
	Rascut	2100	2200	-100
Maharashtra	Lal Variety	2400	2400	Unch
Bangalore	Achhu	2500	2500	Unch
	Mudde	2800	2800	Unch
Belgaum	Mudde	2600	-	-
Belthangadi	Yellow (Average)	-	3150	-
Bijapur	Achhu	-	2550	-
Gulbarga	Other (Average)	2270	2205	+65
Mahalingapura	Penti (Average)	2430	2250	+180
Mandya	Achhu (Medium)	2200	2175	+25
	Kurikatu (Medium)	2150	2100	+50
	Other (Medium)	2150	2100	+50
	Yellow (Medium)	2150	2150	Unch
Shimoga	Achhu (Average)	-	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	30-11-2011	29-11-2011	Change
Dorala	M-30	3280	3280	Unch
Mawana	M-30	3315	3315	Unch
Modinagar	M-30	3270	3270	Unch
Malakpur	M-30	3250	3250	Unch
Simbholi	M-30	3390	3390	Unch
Asamoli	M-30	3370	3370	Unch
Dhanora	M-30	3330	3330	Unch
Dhampur	M-30	3290	3290	Unch
Kinnoni	M-31	3440	3440	Unch
Budhana	M-31	3340	3340	Unch
Thanabhavan	M-31	3340	3340	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	30-11-2011	29-11-2011	Change
Morna	M-30	3090	3090	Unch
Nanotha	M-30	3080	3080	Unch
Nazibabad	M-30	3100	3100	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	3020	3020	Unch
Amroha	M-30	3120	3120	Unch
Chandpur	M-30	3120	3120	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	30-11-2011	29-11-2011	Change
Baghpat	M-30	3100	3100	Unch
Gajraula	M-30	3080	3080	Unch
BulandShahar	M-30	3120	3120	Unch
Anupshahar	M-30	3080	3080	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	29-11-2011
DAUND AGRO	S/30.PP	3040
MALINAGAR	S/30.JB	3018
MALEGAON	S/30.JK-JB	3053-3058

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