

Sugar & Gur Domestic & International Fundamentals:

- Steady to negative sentiments recorded in various sugar spot markets on Monday. Higher sugar quota for December and sluggish demand of sugar in the market kept the sugar prices under pressure in today's trading session.
- Government has notified 1 million tonnes exports of raw, white and refined sugar under OGL for the Marketing year 2011-12 in government official website. Government will allocate sugar export quota amongst sugar factories by taking into account their 3 years average production or 2 years average production in case of factory had not operated in 1 of 3 years.
- UP millers are feeling heat as lesser international sugar prices kept the UP millers out of the exports competition. However, Millers located at coastal areas are finding export parity for sugar compared to international sugar export players like Brazil and Thailand.
- Meanwhile, it is reported that millers are offering Rs 2.5/kg sugar premium to the millers which are located at Western Coast.
- Gur prices are tumbling in Muzaffar nagar market on Monday due to sluggish demand and lackluster trade of gur in the market. Meanwhile, MP mandis are quoting lesser gur prices compared to UP which is enough to attract the buyers.

Outlook:

Sugar prices are moving downwards owing to higher sugar quota for December which kept the buyers out of the market. We expect prices are likely to move downwards in the coming days until any change in government policies.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Dec-11	-21	2973	2978	2945	2957
Jan-12	-15	2920	2935	2911	2918
Feb-12	-18	2896	2949	2896	2934

Contract	Volume	Change	OI	Change
Dec-11	14650	7630	51920	1090
Jan-12	4540	820	20930	1440
Feb-12	690	-610	4880	80

Spread	Dec-11	Jan-12	Feb-12
Spot	68	107	91
Dec-11		-39	-23
Jan-12			16

Stocks	Demat 03-12-11	In-Process 03-12-11	Total 03-12-11	FED 28.11.11
Kolhapur M	-	-	-	-
Kolhapur S	3106	0	3106	3106

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar12					
May12					
Aug12					

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Dec-11	13.5	985	1004	983	1001
Jan-12	14.5	1033	1049.5	1025.5	1046
Mar-12	15	1068	1086	1065	1085

Contract	Volume	Change	OI	Change
Dec-11	3820	1290	4460	-610
Jan-12	4490	3100	6050	830
Mar-12	2040	450	5180	200

Spread	Dec-11	Jan-12	Mar-12
Spot	-45	-68	-94.5
Dec-11		23	49.5
Jan-12			26.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-12					
May-12					
July-12					

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	577.50	
Raw Sugar C&F (\$/MT)	Black Sea	616.50	
Sugar White FOB (\$/MT)	Santos Port	679.75	

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Dec'11/Mar'12	120	
Mar'12/Mar'12	91.25	
May'12/May'12	94.5	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	28.01	
Brazil Anhydrous	23.5	
Brazil Hydrous	23.12	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		05-12-2011	03-12-2011	
Sugar	Delhi - Grade M	3250	3250	Unch
	Delhi - Grade S	3150	3150	Unch
	UP- Khatuali Grade M	3200	3250	-50
	UP- Ramala Grade M	3120	3150	-20
	Mumbai –Grade M	3261	3298	-37
	Mumbai –Grade S	3121	3111	+10
	Kolhapur – Grade M	3025	3025	Unch
	Kolhapur – Grade S	2925	2950	-25
	Vijayawada – Grade M	3530	3530	Unch
	Vijayawada- Grade S	3350	3350	Unch
	Nagpur – Grade M	-	-	-
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	3000	3010	-10

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	05-12-2011	03-12-2011	Change
Muzaffar Nagar	Chaku (New Arrival)	2450	2500	-50
	Khurpa	2300	2275	+25
	Laddu	2500	2375	+125
	Rascut	2250	2250	Unch
Maharashtra	Lal Variety	-	-	-
Bangalore	Achhu	2600	2350	+250
	Mudde	2900	2600	+300
Belgaum	Mudde	2700	-	-
Belthangadi	Yellow (Average)	3200	3200	Unch
Bijapur	Achhu	2340	2500	-160
Gulbarga	Other (Average)	2412	2451	-39
Mahalingapura	Penti (Average)	2340	-	-
Mandya	Achhu (Medium)	2300	2200	+100
	Kurikatu (Medium)	2200	2125	+75
	Other (Medium)	2150	2100	+50
	Yellow (Medium)	2250	2100	+50
Shimoga	Achhu (Average)	-	2637	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	05-12-2011	03-12-2011	Change
Dorala	M-30	3200	3280	-80
Mawana	M-30	3250	3315	-65
Modinagar	M-30	3200	3270	-70
Malakpur	M-30	3175	3250	-75
Simbholi	M-30	3340	3390	-50
Asamoli	M-30	3260	3370	-110
Dhanora	M-30	3200	3330	-130
Dhampur	M-30	3120	3290	-170
Kinnoni	M-31	3365	3440	-75
Budhana	M-31	3265	3340	-75
Thanabhavan	M-31	3265	3340	-75

UP Government Mills Tender Rates				
Centre	Origin/Grade	05-12-2011	03-12-2011	Change
Morna	M-30	2990	3090	-100
Nanotha	M-30	2985	3080	-95
Nazibabad	M-30	2990	3100	-110
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2930	3020	-90
Amroha	M-30	2980	3120	-140
Chandpur	M-30	2980	3120	-140

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	05-12-2011	03-12-2011	Change
Baghpat	M-30	2990	3100	-110
Gajraula	M-30	2970	3080	-110
BulandShahar	M-30	2990	3120	-130
Anupshahar	M-30	2965	3080	-115

Maharashtra Cooperative Mills Tender Prices			
Centre	Origin/Grade	03-12-2011	02-12-2011
MALEGAON	S/30.JK-JB	2973-2978	-
SADASHIV	S/30	2918-2948	-
	M/30	2965	-
SANGAMNER	S/30	3033	-
	M/30	3100	-
RAHURI	S1.JK	2985	-
	M/30.PP	3040	-
WALWA	S1.PP	2943	2955
	M/30.JB	3033	-
WATEGAON	S/30.JB	3048	-
KUMBHI	S/30.PP	2998	-
	M/30.JK	3098	-
BHOGAWATI	S1.PP	2998	-

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