

Sugar & Gur Domestic & International Fundamentals:

- Steady to weak sentiment featured in Sugar spot market on Friday due to lower demand in the spot market.
- Government having allowed 10 lakh tones sugar exports last month, very few release orders have been issued so far due to weak global market. The government will consider more sugar exports after the mills exhaust the quota.
- As per trade sources, cane area for 2011-12 crop year starting October at 51.82 lakh hectares (lh), which is about 5 per cent more than 2010-11 crop area of 49.44 lh and marginally higher than the traditional estimates for the current year. The sugar industry had earlier estimated 2011-12 cane area at 50.79 lh, while the Agriculture Ministry had pegged it at 50.93 lh and the Food Ministry at 50.25 lh.
- Mixed sentiment witnessed in Gur spot market on Friday.
- According to cold storage data around 168000 bags (40 kg each) of gur have stored in the cold storage till this week which is 14000 bags less compared to previous year same period gur stored in cold storage which also support the gur prices.
- As per trade information, various gur makers are offsetting their produce out of the mandi that is the main reason for lesser arrival of gur in the UP mandi.

Outlook:

Sugar prices are tumbling in various spot markets as good pace of crushing by millers improved the supply of sugar in the open markets. We expect prices are likely to trade range bound with weak tone in the coming week.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Jan-12	16.00	2863.00	2885.00	2863.00	2883.00
Feb-12	10.00	2900.00	2920.00	2900.00	2916.00
Mar-12	14.00	2959.00	2964.00	2950.00	2964.00

Contract	Volume	Change	OI	Change
Jan-12	7,490	1480	30720	-60
Feb-12	1,470	390	15220	110
Mar-12	110	40	1800	0

Spread	Jan-12	Feb-12	Mar-12
Spot	33	-3	-50
Jan-11		36	83
Feb-12			47

Stocks	Demat 22-12-11	In-Process 22-12-11	Total 22-12-11	FED 19.12.11
Kolhapur M	1199	0	1199	899
Kolhapur S	8878	0	8878	3106

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Jan-12	0.00	1080.00	1082.50	1073.00	1077.00
Mar-12	1.50	1099.00	1100.00	1093.00	1098.00
Apr-12	-	-	-	-	-

Contract	Volume	Change	OI	Change
Jan-12	2,140	250	8650	-20
Mar-12	1,390	-220	7090	-110
Apr-12	-	-	-	-

Spread	Jan-12	Mar-12	Apr-12
Spot	-27	-47	-
Jan-12		20	-
Mar-12			-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-12	608.80	609.50	604.80	608.80	+5.10
May-12	599.50	599.80	596.80	599.10	+4.10
Aug-12	593.00	595.70	592.00	593.50	+4.10

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-12	23.41	23.50	23.20	23.44	+0.12
May-12	22.95	23.03	22.81	22.98	+0.06
July-12	22.69	22.74	22.53	22.69	+0.03

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	532.50	+5.50
Raw Sugar C&F (\$/MT)	Black Sea	568.50	+5.50
Sugar White FOB (\$/MT)	Santos Port	646.50	+5.50

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'12/Mar'12	92.00	-1.25
May'12/May'12	92.50	-1
Aug'12/Jul'12	93.75	-

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	26.16	-0.32
Brazil Anhydrous	22.11	+0.01
Brazil Hydrous	21.92	-0.19

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		23-12-2011	22-12-2011	
Sugar	Delhi - Grade M	3125	3125	Unch
	Delhi - Grade S	3000	3000	Unch
	UP- Khatuali Grade M	3195	3195	Unch
	UP- Ramala Grade M	3065	3075	-10
	Mumbai –Grade M	3071	3091	-20
	Mumbai –Grade S	2971	2971	Unch
	Kolhapur – Grade M	2900	2925	-25
	Kolhapur – Grade S	2825	2825	Unch
	Vijayawada – Grade M	3220	3220	Unch
	Vijayawada- Grade S	3120	3120	Unch
	Nagpur – Grade M	3150	3150	Unch
	Kolkata – Grade M	3180	3210	-30
	Chennai - Grade S	2800	2800	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	23-12-2011	22-12-2011	Change
Muzaffar Nagar	Chaku (New Arrival)	2625	2700	-75
	Khurpa	2500	2500	Unch
	Laddu	2700	2700	Unch
	Rascut	2375	2330	+45
Maharashtra	Lal Variety	2400	2400	Unch
Bangalore	Achhu	2700	2700	Unch
	Mudde	3000	3000	Unch
Belgaum	Mudde	2400	2400	Unch
Belthangadi	Yellow (Average)	3100	3100	Unch
Bijapur	Achhu	2246	2250	-4
Gulbarga	Other (Average)	2405	2410	-5
Mahalingapura	Penti (Average)	2340	2310	+30
Mandya	Achhu (Medium)	2150	2200	-50
	Kurikatu (Medium)	2150	2100	+50
	Other (Medium)	2100	2100	Unch
	Yellow (Medium)	2200	2150	+50
Shimoga	Achhu (Average)	-	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	23-12-2011	22-12-2011	Change
Dorala	M-30	3035	3035	Unch
Mawana	M-30	3120	3120	Unch
Modinagar	M-30	3025	3025	Unch
Malakpur	M-30	3005	3005	Unch
Simbholi	M-30	3145	3145	Unch
Asamoli	M-30	3120	3120	Unch
Dhanora	M-30	3100	3100	Unch
Dhampur	M-30	3040	3040	Unch
Kinnoni	M-31	3155	3155	Unch
Budhana	M-31	3055	3055	Unch
Thanabhavan	M-31	3055	3055	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	23-12-2011	22-12-2011	Change
Morna	M-30	2870	2870	Unch
Nanotha	M-30	2960	2960	Unch
Nazibabad	M-30	2860	2860	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2820	2820	Unch
Amroha	M-30	-	-	-
Chandpur	M-30	-	-	-

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	23-12-2011	22-12-2011	Change
Baghpat	M-30	2960	2960	Unch
Gajraula	M-30	2860	2860	Unch
BulandShahar	M-30	-	-	-
Anupshahar	M-30	2860	2860	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	22-12-2011
SIDHENATH	S1.PP	2780
	M/30.PP	2900
DAMAJI	S1.JB-S2.JB	2828.00-2778.00
	M/30.JB	2888
AKLUJ	S1.JK	2826-2849
	M/30.JK	2899-2901

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