

Sugar & Gur Domestic & International Fundamentals:

- Sugar prices plunged in various sugar spot markets on Wednesday over subdued demand and increasing sugar arrivals from millers.
- UP millers have produced 22.91 lac tonnes of sugar till 3rd January 2012 in this season which is 24% higher compared to previous year same period. It is noticeable that millers in UP had crushed 270.52 lac tonnes of sugar till date that is also 30% higher cane crushed compared to previous year same period.
- Recovery from cane is becoming a big concern for millers at present which affect the sugar production. On date recovery in UP from Cane is 8.47% which is lesser compared to previous year. Recovery of sugar from cane last year same period was 8.73 on date.
- Sugar production is likely to increase from Western UP region despite of decrease in Yield compared to previous year as increase in area and less diversion of cane in Kolhus this year give the opportunity to millers to crush higher amount of cane this year compared to previous year.
- Gur prices have declined in Muzaffar nagar market due to lesser demand of gur on Wednesday and moderate arrivals of gur which weigh on to the gur prices. It is expected that lesser diversion of cane to Kolhus due to higher cane price payment made by millers is becoming the major factor for lesser gur production this year.

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	-3	2850	2859	2835	2841
Feb-12	4	2887	2891	2875	2884
Mar-12	-6	2920	2920	2900	2910

Contract	Volume	Change	OI	Change
Jan-12	9710	-3690	36350	-3150
Feb-12	6070	1800	19940	820
Mar-12	1090	660	3340	740

Spread	Jan-12	Feb-12	Mar-12
Spot	34	-9	-35
Jan-11		43	69
Feb-12			26

Stocks	Demat 03-01-12	In-Process 03-01-12	Total 03-01-12	FED 02-01-12
Kolhapur M	1199	0	1199	1199
Kolhapur S	6380	0	6380	6380

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Jan-12	-2	1067	1068.5	1061.5	1063.5
Mar-12	-1	1091.5	1091.5	1086	1089
-	-	-	-	-	-

Contract	Volume	Change	OI	Change
Jan-12	1680	-1320	8150	10
Mar-12	850	-960	7970	50
Apr-12	0	0	0	0

Spread	Jan-12	Mar-12	Apr-12
Spot	-63.5	-89	-
Jan-12		25.5	-
Mar-12			-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-12	606	630.7	605.5	629.7	27.7
May-12	595.4	616.6	595.4	615.6	24
Aug-12	591	607.7	591	607.3	22.7

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-12	23.4	24.55	23.39	24.51	1.21
May-12	23.13	23.99	23.01	23.96	1.01
July-12	22.65	23.48	22.65	23.47	0.91

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	553.00	+17.75
Raw Sugar C&F (\$/MT)	Black Sea	589.00	+17.75
Sugar White FOB (\$/MT)	Santos Port	661.50	+0.50

Brazil White Sugar Premium (US\$/MT)

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

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	26.16	-
Brazil Anhydrous	22.11	-
Brazil Hydrous	21.92	-

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		04-1-2012	03-1-2012	
Sugar	Delhi - Grade M	3100	3110	-10
	Delhi - Grade S	3000	3025	-25
	Delhi - Grade L	2980	2990	-10
	UP- Khatuali Grade M	3130	3140	-10
	UP- Ramala Grade M	3045	3070	-25
	Mumbai –Grade M	3071	3071	Unch
	Mumbai –Grade S	2961	2951	+10
	Kolhapur – Grade M	2875	2900	-25
	Kolhapur – Grade S	2775	2800	-25
	Vijayawada – Grade M	3270	3270	Unch
	Vijayawada- Grade S	3150	3150	Unch
	Nagpur – Grade M	3150	3150	Unch
	Kolkata – Grade M	3100	-	-
	Chennai - Grade S	2900	2925	-25

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	04-1-2012	03-1-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2500	2550	-50
	Khurpa	2400	2500	-100
	Laddu	2650	2750	-100
	Rascut	2250	2250	Unch
Maharashtra	Lal Variety	2400	2400	Unch
Bangalore	Achhu	2400	2400	Unch
	Mudde	2500	2500	Unch
Belgaum	Mudde	2400	-	-
Belthangadi	Yellow (Average)	-	3100	-
Bijapur	Achhu	-	2360	-
Gulbarga	Other (Average)	2311	2255	+56
Mahalingapura	Penti (Average)	2280	2250	+30
Mandya	Achhu (Medium)	2300	2300	Unch
	Kurikatu (Medium)	2100	2100	Unch
	Other (Medium)	2100	2150	-50
	Yellow (Medium)	2250	2200	+50
Shimoga	Achhu (Average)	-	2400	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	04-1-2012	03-1-2012	Change
Dorala	M-30	3070	3070	Unch
Mawana	M-30	3120	3120	Unch
Modinagar	M-30	3030	3030	Unch
Malakpur	M-30	3005	3005	Unch
Simbholi	M-30	3130	3130	Unch
Asamoli	M-30	3085	3085	Unch
Dhanora	M-30	3100	3100	Unch
Dhampur	M-30	3000	3000	Unch
Kinnoni	M-31	3140	3140	Unch
Budhana	M-31	3045	3045	Unch
Thanabhavan	M-31	3040	3040	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	04-1-2012	03-1-2012	Change
Morna	M-30	2850	2850	Unch
Nanotha	M-30	2940	2940	Unch
Nazibabad	M-30	2830	2830	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2800	2800	Unch
Amroha	M-30	--	--	-
Chandpur	M-30	--	--	-

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	04-1-2012	03-1-2012	Change
Baghpat	M-30	2935	2935	Unch
Gajraula	M-30	2900	2900	Unch
BulandShahar	M-30	-	-	-
Anupshahar	M-30	2905	2905	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	1/3/2012
PAITHAN	S1.JK-S2. JK	2905.00-2835.00
	M/30.JK	2955
SANJIVANI	S/30.JB	2840.00-2845.00
	M/30.JB	2985
MADHUKAR	M/30.JK	2971
SANGAMNER	S1.PP-JB	2825.00-2861.00
	M/30.JB	2935.00-2960.00
CHOPDA	S/30.JB	2865
	M/30.PP	2940
RAHURI	S/30.PP	2777.00-2780.00
WALWA	S/30.PP	2773
KAGAL	S1.PP-JK	2865.00-2875.00
	M/30.PP	2980
SANT DAMAJI	S1.JB	2835
BIDRI	S/30.PP	2773

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