

Sugar & Gur Domestic & International Fundamentals:

- Steady to weak sentiments featured in various sugar spot markets on Saturday.
- UP mills have produced 22.91 lakh tonnes of sugar till 3rd January 2012 which is 24% higher compared to previous year same period. However, recovery of sugar from cane stood at 8.47% at present which is lower compared to previous year recovery of sugar (~8.73%).
- Around 70-75% ratoon cane crop has been crushed and rest of the crop will be crushed by mills within couple of weeks.
- Government has extended the time for applying for sugar millers to apply for sugar exports. Mills who want to export sugar from their own production can do it so until 31st January 2012. In addition to this, those who relying on sourcing sugar from others can do it until 15th Feb 2012. Indian millers are getting export parity on prevailing prices of sugar due to increase in international sugar prices and recent decline in domestic sugar prices.
- Government has notified 17.16 lakh tonnes sugar quota for release in January 2012.
- Steady to firm sentiments recorded in gur prices on Saturday. 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	+3.00	2781.00	2798.00	2776.00	2791.00
Feb-12	+1.00	2830.00	2843.00	2826.00	2835.00
Mar-12	-3.00	2870.00	2870.00	2855.00	2861.00

Contract	Volume	Change	OI	Change
Jan-12	6,370	-8000	35820	-1330
Feb-12	1,470	-2960	19770	110
Mar-12	320	-1410	5010	230

Spread	Jan-12	Feb-12	Mar-12
Basis	84	-	-
Jan-11		44	70
Feb-12			26

Stocks	Demat 06-01-12	In-Process 06-01-12	Total 06-01-12	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	+1.50	1067.00	1068.00	1063.00	1065.00
Mar-12	-2.00	1090.00	1090.00	1085.50	1087.50
Apr-12	-	-	-	-	-

Contract	Volume	Change	OI	Change
Jan-12	830	-1230	8100	-40
Mar-12	1,010	-720	7620	-80
Apr-12	-	-	-	-

Spread	Jan-12	Mar-12	Apr-12
Basis	-5	-	-
Jan-12		22.5	-67
Mar-12			-89.5

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-12	606.70	610.50	599.10	604.00	+0.50
May-12	595.30	599.30	589.80	592.00	+0.40
Aug-12	588.00	591.90	582.80	585.20	+1.30

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-12	23.20	23.55	23.05	23.29	+0.16
May-12	22.95	23.08	22.65	22.90	+0.18
July-12	22.52	22.78	22.33	22.59	+0.19

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	531.50	-21.25
Raw Sugar C&F (\$/MT)	Black Sea	567.50	-21.25
Sugar White FOB (\$/MT)	Santos Port	640.00	-21.25

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'12/Mar'12	92.00	0
May'12/May'12	89.25	-3.25
Aug'12/Jul'12	91.00	-2.75

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	26.08	-0.08
Brazil Anhydrous	21.82	-0.29
Brazil Hydrous	21.42	-0.5

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		07-1-2012	06-1-2012	
Sugar	Delhi - Grade M	3080	3100	-20
	Delhi - Grade S	2951	2975	-24
	Delhi - Grade L	2950	2955	-5
	UP- Khatuali Grade M	3075	3100	-25
	UP- Ramala Grade M	-	3025	-
	Mumbai –Grade M	3046	3071	-25
	Mumbai –Grade S	2921	2941	-20
	Kolhapur – Grade M	2875	2850	+25
	Kolhapur – Grade S	2775	2750	+25
	Vijayawada – Grade M	3270	3270	Unch
	Vijayawada- Grade S	3150	3150	Unch
	Nagpur – Grade M	3150	3150	Unch
	Kolkata – Grade M	-	3140	-
	Chennai - Grade S	2900	2900	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	07-1-2012	06-1-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2650	2500	+150
	Khurpa	2515	2500	+15
	Laddu	2750	2550	+200
	Rascut	2300	2300	Unch
Maharashtra	Lal Variety	2400	2400	Unch
Bangalore	Achhu	2400	2400	-
	Mudde	-	2500	-
Belgaum	Mudde	-	2400	-
Belthangadi	Yellow (Average)	3100	3100	Unch
Bijapur	Achhu	2258	2215	+43
Gulbarga	Other (Average)	2305	2301	+4
Mahalingapura	Penti (Average)	-	2240	-
Mandya	Achhu (Medium)	2300	2300	Unch
	Kurikatu (Medium)	2100	2125	-25
	Other (Medium)	2100	2100	Unch
	Yellow (Medium)	2250	2250	Unch
Shimoga	Achhu (Average)	2300	2250	+50

UP Private Mills Tender Rates				
Centre	Origin/Grade	07-1-2012	06-1-2012	Change
Dorala	M-30	3030	3030	Unch
Mawana	M-30	3035	3035	Unch
Modinagar	M-30	2995	2995	Unch
Malakpur	M-30	2980	2980	Unch
Simbholi	M-30	3090	3090	Unch
Asamoli	M-30	3070	3070	Unch
Dhanora	M-30	-	-	Unch
Dhampur	M-30	2935	2935	Unch
Kinnoni	M-31	3135	3135	Unch
Budhana	M-31	3030	3030	Unch
Thanabhavan	M-31	3030	3030	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	07-1-2012	06-1-2012	Change
Morna	M-30	2915	2915	Unch
Nanotha	M-30	2900	2900	Unch
Nazibabad	M-30	2890	2890	Unch
Ramlaxman	M-30	-	-	Unch
Sakoti	M-30	2940	2940	Unch
Amroha	M-30	2960	2960	Unch
Chandpur	M-30	2950	2950	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	07-1-2012	06-1-2012	Change
Baghpat	M-30	2915	2915	Unch
Gajraula	M-30	2900	2900	Unch
BulandShahar	M-30	2950	2950	Unch
Anupshahar	M-30	2900	2900	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	06-01-2012
CHANDRBHAGA	S.PP	2750.00-2762.00
	M.JB	2828
SAHYADRI	S.PP	2810
	M.JB	2910

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