

## Sugar & Gur Domestic & International Fundamentals:

- Steady to weak tone prevails in the sugar key markets in today's trading session. Buyers are not showing interest in buying sugar at present quotes. Also, lesser quotes of sugar by millers is also the reason for decline in prices.
- Around 20000 bags of sugar have been sold by a mill in Trichy District in Tamil Nadu at Rs 2700 per quintal as reported.
- Government of India is likely to review the possibilities of further sugar exports in January end.
- South Africa has cut its sugar production forecast for 2011-12 to 1.82 million tonnes which is 0.03 million tonnes lesser compared to previous sugar production estimate.
- Demand in Tamil Nadu market is sluggish and prices are continuously falling at present. However, we expect that demand is likely to rebound from present level keeping in view upcoming 4 consecutive holidays which may urge the local buyers to complete their sugar requirements.
- Gur prices moved up in Muzaffar nagar market on Tuesday. Lesser arrival of gur in the mandi support the gur prices today. It is noticeable that gur makers are not getting parity at prevailing prices which is the main reason for lesser arrivals of gur.
- 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 continuously moving downwards and likely to move downward further keeping in view lesser demand of sugar in the market.

### NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Jan-12	0	2805	2811	2791	2804
Feb-12	3	2857	2867	2846	2855
Mar-12	2	2890	2890	2873	2878

Contract	Volume	Change	OI	Change
Jan-12	6310	90	34480	720
Feb-12	4110	-1720	19310	-390
Mar-12	1320	-230	6950	750

Spread	Jan-12	Feb-12	Mar-12
Basis	46	-5	-28
Jan-11		51	74
Feb-12			23

Stocks	Demat 09-01-12	In-Process 09-01-12	Total 09-01-12	FED 09-01-12
Kolhapur M	1199	0	1199	1199
Kolhapur S	6151	0	6151	6151

### NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Jan-12	-2	1058	1061	1052	1057
Mar-12	-6	1082.5	1084	1077	1078.5
Apr-12	-	-	-	-	-

Contract	Volume	Change	OI	Change
Jan-12	3200	-170	7840	200
Mar-12	2840	800	7280	-50
Apr-12	0	0	0	0

Spread	Jan-12	Mar-12	Apr-12
Basis	-37	-58.5	-
Jan-12		21.5	-
Mar-12			-

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

Contract	Open	High	Low	Close	+/-
Mar-12	607.3	609.1	596.5	605	1
May-12	594.9	598.1	582.6	589.6	-2.4
Aug-12	589.5	590.5	576.6	584.1	-1.1

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

Contract	Open	High	Low	Close	+/-
Mar-12	23.45	23.48	22.82	23.34	0.05
May-12	23.09	23.09	22.43	22.95	0.05
July-12	22.69	22.71	22.12	22.66	0.07

## Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	529.50	-3.00
Raw Sugar C&F (\$/MT)	Black Sea	565.50	-3.00
Sugar White FOB (\$/MT)	Santos Port	639.00	-2.00

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

Contract	Close	+/-
Mar'12/Mar'12	93	1
May'12/May'12	87	-2.25
Aug'12/Jul'12	28.25	-62.75

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

Commodity	Price	Change
Brazil Domestic Sugar	26.2	0.12
Brazil Anhydrous	21.86	0.04
Brazil Hydrous	21.05	-0.37

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		10-1-2012	09-1-2012	
Sugar	Delhi - Grade M	3100	3050	+50
	Delhi - Grade S	2950	2950	Unch
	Delhi - Grade L	2930	2955	-25
	UP- Khatuali Grade M	3055	3070	-15
	UP- Ramala Grade M	2988	2995	-7
	Mumbai –Grade M	3066	3076	-10
	Mumbai –Grade S	2921	2921	Unch
	Kolhapur – Grade M	2850	2850	Unch
	Kolhapur – Grade S	2750	2750	Unch
	Vijayawada – Grade M	3270	3270	Unch
	Vijayawada- Grade S	3150	3150	Unch
	Nagpur – Grade M	3150	3150	Unch
	Kolkata – Grade M	-	3050	-
	Chennai - Grade S	2875	2875	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	10-1-2012	09-1-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2550	2500	+50
	Khurpa	2500	2525	-25
	Laddu	2700	2650	+50
	Rascut	2300	2250	+50
Maharashtra	Lal Variety	2400	2400	Unch
Bangalore	Achhu	2400	2400	Unch
	Mudde	2500	2500	Unch
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	2100	3100	-100
Bijapur	Achhu	2350	-	-
Gulbarga	Other (Average)	2251	2276	-25
Mahalingapura	Penti (Average)	2300	2330	-30
Mandya	Achhu (Medium)	2250	2300	-50
	Kurikatu (Medium)	2100	2100	Unch
	Other (Medium)	2100	2100	Unch
	Yellow (Medium)	2200	2250	-50
Shimoga	Achhu (Average)	-	2350	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	10-1-2012	09-1-2012	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	10-1-2012	09-1-2012	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	10-1-2012	09-1-2012	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	09-01-2012
AMBEDKAR	NEW S1.PP	2731.00-2738.00
AKLUJ	NEW S1.PP	2766.00-2786.00
	S.JB	2738.00-2783.00

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