

Sugar & Gur Domestic & International Fundamentals:

- Steady to firm sentiments prevailed in the sugar key markets on Thursday as fresh retail buying have been witnessed from lower level keeping in view upcoming Makar Sakranti occasion.
- Maharashtra co-operative mills are making distress selling to pay the cane payment to the farmers. It is noticeable that arrears are mounting in the middle of the season.
- Sugar future prices are moving up keeping in view lesser sugar quota for January and increasing sugar demand. Also, higher quotes by millers for sugar also support the sugar prices.
- Ratoon cane crop arrivals in mills are decreasing continuously which create a problem of cane shortage in front of millers.
- Gur prices tumbled down in Muzaffar nagar market on Thursday. Improved arrival of gur in the mandi pressurize 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. Also, upcoming Makar Sakranti season increase the demand 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 showing some upward correction keeping in view improved demand and mills rejecting quoting lesser quotes over prevailing prices which support the sugar prices. We expect prices are likely to remain range bound with some firmness in the prices.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Jan-12	40	2808	2858	2802	2847
Feb-12	23	2864	2890	2853	2880
Mar-12	18	2884	2905	2875	2900

Contract	Volume	Change	OI	Change
Jan-12	19350	11300	28790	-3760
Feb-12	14360	12080	18630	-320
Mar-12	3010	1930	9190	1500

Spread	Jan-12	Feb-12	Mar-12
Basis	28	-5	-25
Jan-11		33	53
Feb-12			20

Stocks	Demat 11-01-12	In-Process 11-01-12	Total 11-01-12	FED 09-01-12
Kolhapur M	1199	0	1199	1199
Kolhapur S	6151	1000	7151	6151

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Jan-12	6	1057	1063.5	1057	1063
Mar-12	6	1078	1085	1076.5	1083.5
July-12	8	1193	1196	1190	1196

Contract	Volume	Change	OI	Change
Jan-12	2190	-2880	5340	-750
Mar-12	2600	-2350	6770	370
July-12	1500	1500	1260	1260

Spread	Jan-12	Mar-12	July-12
Basis	-63	-83.5	-196
Jan-12		20.5	133
Mar-12			112.5

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-12	611.8	619.2	608.4	618.2	6.7
May-12	592.5	600.3	590.8	598.2	6.7
Aug-12	584.5	591.1	582.8	589.2	6.4

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-12	23.41	23.75	23.03	23.69	0.37
May-12	23	23.3	22.66	23.26	0.35
July-12	22.76	23.04	22.43	23	0.34

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	538.75	+9.75
Raw Sugar C&F (\$/MT)	Black Sea	575.75	+10.75
Sugar White FOB (\$/MT)	Santos Port	650.50	+11.75

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'12/Mar'12	99.5	-
May'12/May'12	88.75	-
Aug'12/Jul'12	87	-

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	25.96	-
Brazil Anhydrous	21.87	-
Brazil Hydrous	21.05	-

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		12-1-2012	11-1-2012	
Sugar	Delhi - Grade M	3100	3100	Unch
	Delhi - Grade S	3000	2950	+50
	Delhi - Grade L	2945	2940	+5
	UP- Khatuali Grade M	3065	3065	Unch
	UP- Ramala Grade M	3005	3005	Unch
	Mumbai –Grade M	3066	3066	Unch
	Mumbai –Grade S	2926	2921	+5
	Kolhapur – Grade M	2875	2875	Unch
	Kolhapur – Grade S	2775	2775	Unch
	Vijayawada – Grade M	3270	3270	Unch
	Vijayawada- Grade S	3150	3150	Unch
	Nagpur – Grade M	3150	3150	Unch
	Kolkata – Grade M	-	3040	-
	Chennai - Grade S	2875	2875	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	12-1-2012	11-1-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2500	2700	-200
	Khurpa	2450	2600	-150
	Laddu	2600	2700	-100
	Rascut	2300	2300	Unch
Maharashtra	Lal Variety	2400	2400	Unch
Bangalore	Achhu	2400	2400	Unch
	Mudde	2600	2500	+100
Belgaum	Mudde	-	2400	-
Belthangadi	Yellow (Average)	3100	3100	Unch
Bijapur	Achhu	2317	-	-
Gulbarga	Other (Average)	-	2311	-
Mahalingapura	Penti (Average)	2330	2300	+30
Mandya	Achhu (Medium)	2200	2250	-50
	Kurikatu (Medium)	2100	2100	Unch
	Other (Medium)	2050	2100	-50
	Yellow (Medium)	2150	2200	-50
Shimoga	Achhu (Average)	-	2500	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	12-1-2012	11-1-2012	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	12-1-2012	11-1-2012	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	12-1-2012	11-1-2012	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	11-01-2012
SHRIGONDA	S.JB	2775
AGASTI	S1.PP	2805
	M.JB	2902
ANURAJ	S.JB	2811.00-2815.00
	M.JB	2882.00-2884.00
SADASHIV	S.JB	2756
	M.JB	2825
PRATAPGAD	S1.JB	2770
	M.JB	2860
KOLPEWADI	S1.JB	2868
	M.JB	2927

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