

Note: There will no commodity coverage tomorrow due to Makar Sakranti Holiday.

Sugar & Gur Domestic & International Fundamentals:

- Mixed sentiments prevailed in the sugar spot markets on Friday as markets could not find adequate cues to decide the prices either side.
- Exporters are paying around Rs 2500/tonne as a premium to millers to fetch the export licenses in Tamil Nadu.
- 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 moved up in Muzaffar nagar market on Friday. Improved demand over supply 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. 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	-9	2855	2860	2825	2841
Feb-12	-6	2895	2895	2861	2875
Mar-12	-5	2915	2915	2885	2895

Contract	Volume	Change	OI	Change
Jan-12	3390	-15960	27890	-900
Feb-12	5050	-9310	18830	200
Mar-12	2590	-420	10770	1580

Spread	Jan-12	Feb-12	Mar-12
Basis	44	10	-10
Jan-11		34	54
Feb-12			20

Stocks	Demat 12-01-12	In-Process 12-01-12	Total 12-01-12	FED 09-01-12
Kolhapur M	1199	0	1199	1199
Kolhapur S	6151	1655	7806	6151

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Jan-12	-25	1053	1065	1031.5	1038
Mar-12	-23.5	1082	1083	1052	1059
July-12	-24	1193	1195	1160	1171

Contract	Volume	Change	OI	Change
Jan-12	7480	5290	3540	-1800
Mar-12	6180	3580	5200	-1570
July-12	650	-850	1360	100

Spread	Jan-12	Mar-12	July-12
Basis	2	-19	-131
Jan-12		21	133
Mar-12			112

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-12	625.1	628.1	613.3	620.6	2.4
May-12	605	607.7	592.9	602.3	4.1
Aug-12	596.6	599	585.4	594.6	5.4

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-12	23.79	23.85	23.17	23.27	-0.42
May-12	23.32	23.39	22.75	22.84	-0.42
July-12	23.05	23.11	22.52	22.61	-0.39

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	530.75	-8.00
Raw Sugar C&F (\$/MT)	Black Sea	567.75	-8.00
Sugar White FOB (\$/MT)	Santos Port	640.50	-10.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'12/Mar'12	102.25	2.75
May'12/May'12	92	3.25
Aug'12/Jul'12	89.25	2.25

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	26.57	0.61
Brazil Anhydrous	22.35	0.48
Brazil Hydrous	21.52	0.47

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		13-1-2012	12-1-2012	
Sugar	Delhi - Grade M	3100	3100	Unch
	Delhi - Grade S	3015	3000	+15
	Delhi - Grade L	2945	2945	Unch
	UP- Khatuali Grade M	3050	3065	-15
	UP- Ramala Grade M	3010	3005	+5
	Mumbai –Grade M	3066	3066	Unch
	Mumbai –Grade S	2936	2926	+10
	Kolhapur – Grade M	2885	2875	+10
	Kolhapur – Grade S	2785	2775	+10
	Vijayawada – Grade M	3250	3270	-20
	Vijayawada- Grade S	3130	3150	-20
	Nagpur – Grade M	3150	3150	Unch
	Kolkata – Grade M	3110	-	-
	Chennai - Grade S	2850	2875	-25

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	13-1-2012	12-1-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2600	2500	+100
	Khurpa	2350	2450	-100
	Laddu	2600	2600	Unch
	Rascut	2300	2300	Unch
Maharashtra	Lal Variety	2400	2400	Unch
Bangalore	Achhu	2400	2400	Unch
	Mudde	2600	2600	Unch
Belgaum	Mudde	2400	-	-
Belthangadi	Yellow (Average)	3100	3100	Unch
Bijapur	Achhu	2300	2317	-17
Gulbarga	Other (Average)	2355	2255	+100
Mahalingapura	Penti (Average)	2260	2330	-70
Mandya	Achhu (Medium)	2100	2200	-100
	Kurikatu (Medium)	2075	2100	-25
	Other (Medium)	2090	2050	+40
	Yellow (Medium)	2100	2150	-50
Shimoga	Achhu (Average)	-	2350	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	13-1-2012	12-1-2012	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	13-1-2012	12-1-2012	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	13-1-2012	12-1-2012	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

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