

Sugar & Gur Domestic & International Fundamentals:

- Steady to firm sentiments witnessed in various key sugar spot markets on Monday. Millers are not keen to sell its produce at lesser rates as they are expecting some decision on sugar exports from the government end soon. Also, improved demand of sugar at lower level also support the sugar prices in UP as well as Maharashtra.
- UP mill has crushed 329 lac tonnes sugarcane and produce 28.09 lac tonnes sugar with an average recovery of 8.54% till 13th Jan 2011. Recent sugar production data for this year till date is 27% higher compared to 2010-11 sugar production by sugar mills in UP at same period. However, less recovery is becoming a problem for sugar mills. Recovery for this year till date is 4% lesser compared to previous year. Main reason for lesser recovery of sugar from cane is mainly due to cold weather and higher implementation of urea in the crop by farmers which affect the sugar recovery this year.
- Exporters are paying around Rs 2500/tonne as a premium to millers to fetch the export licenses in Tamil Nadu.
- Gur prices have declined in Muzaffar nagar spot mandi on Monday despite of lesser arrivals as wet conditions in western UP today kept the buyers out of the market.
- Demand is likely to remain sluggish in coming days for gur as festival season Makar Sakranti is over.

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 in the prices.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Jan-12	-24	2835	2844	2811	2811
Feb-12	-11	2874	2879	2846	2857
Mar-12	-27	2900	2901	2862	2871

Contract	Volume	Change	OI	Change
Jan-12	7910	4520	22130	-5760
Feb-12	6380	1330	19140	310
Mar-12	3640	1050	13090	2320

Spread	Jan-12	Feb-12	Mar-12
Basis	89	43	29
Jan-11		46	60
Feb-12			14

Stocks	Demat 14-01-12	In-Process 14-01-12	Total 14-01-12	FED 09-01-12
Kolhapur M	1199	410	1609	1199
Kolhapur S	7805	0	7805	6151

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Jan-12	2	1045.5	1050	1042	1046
Mar-12	-3.5	1063	1067.5	1055	1056
July-12	1.5	1170	1170	1162.5	1168.5

Contract	Volume	Change	OI	Change
Jan-12	1740	-5740	2320	-1220
Mar-12	2450	-3730	5320	120
July-12	270	-380	1650	290

Spread	Jan-12	Mar-12	July-12
Basis	-46	-56	-168.5
Jan-12		10	122.5
Mar-12			112.5

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-12					
May-12					
Aug-12					

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-12					
May-12					
July-12					

Brazil Sugar Quotes (Kingsman)

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

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'12/Mar'12	100	-2.25
May'12/May'12	92.75	0.75
Aug'12/Jul'12	91.75	2.5

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	26.85	0.28
Brazil Anhydrous	22.56	0.21
Brazil Hydrous	21.72	0.2

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		16-1-2012	13-1-2012	
Sugar	Delhi - Grade M	3100	3100	Unch
	Delhi - Grade S	3015	3015	Unch
	Delhi - Grade L	2935	2945	-10
	UP- Khatuali Grade M	3065	3050	+15
	UP- Ramala Grade M	2995	3010	-15
	Mumbai –Grade M	3082	3066	+16
	Mumbai –Grade S	2941	2936	+5
	Kolhapur – Grade M	2900	2885	+15
	Kolhapur – Grade S	2800	2785	+15
	Vijayawada – Grade M	3250	3250	Unch
	Vijayawada- Grade S	3130	3130	Unch
	Nagpur – Grade M	3150	3150	Unch
	Kolkata – Grade M	3150	3110	+40
	Chennai - Grade S	Closed	2850	-

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	16-1-2012	13-1-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2500	2600	-100
	Khurpa	2450	2350	+100
	Laddu	2650	2600	+50
	Rascut	2300	2300	Unch
Maharashtra	Lal Variety	2450	2400	+50
Bangalore	Achhu	2400	2400	Unch
	Mudde	2500	2600	-100
Belgaum	Mudde	2300	2400	-100
Belthangadi	Yellow (Average)	3100	3100	Unch
Bijapur	Achhu	2340	2300	+40
Gulbarga	Other (Average)	-	2355	-
Mahalingapura	Penti (Average)	2280	2260	+20
Mandya	Achhu (Medium)	2150	2100	+50
	Kurikatu (Medium)	2000	2075	-75
	Other (Medium)	2050	2090	-40
	Yellow (Medium)	2100	2100	Unch
Shimoga	Achhu (Average)	-	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	16-1-2012	13-1-2012	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	16-1-2012	13-1-2012	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	16-1-2012	13-1-2012	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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