

## Sugar & Gur Domestic & International Fundamentals:

- Sugar prices have improved in various key markets of sugar on Wednesday. Lower sugar quota for Feb drive the sugar prices upwards in spot as well as in future market.
- Government has released 14 lac tonnes sugar quota (including 1.5 lac tonnes carry over stock for January) for February 2012 which is 1 lac tonnes lower compared to January 2012 non-levy sugar quota and also 13.7% less compared to sugar quota released in February last year. Government release lower quota for Feb considering higher sugar production for 2011-12 which is depressing the sugar prices from last couple of months and to curb further decline in sugar prices. Already millers find it difficulties to complete the cane payment dues during the decline in sugar prices.
- Government hikes rates of subsidized sugar by Rs 58 per quintal this year to 1904.82 per quintal which is around 3% higher against last year levy sugar prices which were Rs 1847.05 per quintal. This decision will give some respite to the millers which are already facing heat of falling sugar prices.
- Gur prices have declined in Muzaffar nagar mandi on Wednesday. Improved arrivals on higher levels led the prices of gur downwards.

## Outlook:

Sugar prices are witnessing upward correction due to lower sugar quota for Feb. In addition to it, hike in Levy sugar prices also support the bullish sentiments in the markets. Meanwhile, market is keeping an eye over EGOM meeting in which they will decide on additional sugar exports which will further give any direction to the prices of sugar.

### NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Feb-12	6	2873	2919	2873	2885
Mar-12	6	2915	2942	2913	2916
Apr-12	8	2954	2980	2951	2955

Contract	Volume	Change	OI	Change
Feb-12	18010	11350	26090	-110
Mar-12	14470	5500	26790	2610
Apr-12	4320	1910	8570	1440

Spread	Feb-12	Mar-12	Apr-12
Basis	15		
Jan-11		31	70
Feb-12			39

Stocks	Demat 31-01-12	In-Process 31-01-12	Total 31-01-12	FED 30-01-12
Kolhapur M	1610	0	1610	1610
Kolhapur S	7805	0	7805	7805

### NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Mar-12	-33.5	1153	1158	1119	1125
July-12	-36	1340	1340	1308.5	1311
Sept-12	-9.5	1363	1395	1353	1360

Contract	Volume	Change	OI	Change
Mar-12	11550	-9780	7060	-600
July-12	15160	-3540	10340	410
Sept-12	3430	900	1210	560

Spread	Mar-12	July-12	Sept-12
Basis	-65		
Jan-12		186	235
Mar-12			49

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

Contract	Open	High	Low	Close	+/-
Mar-12	633.3	640.9	630	630.2	-4
May-12	613.7	619.8	610.5	611.2	-3.7
Aug-12	600.6	606.5	597.8	599	-3.3

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

Contract	Open	High	Low	Close	+/-
Mar-12	24	24.21	23.61	23.64	-0.21
May-12	23.37	23.56	23.06	23.09	-0.2
July-12	22.9	23.07	22.61	22.64	-0.2

## Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	546.75	
Raw Sugar C&F (\$/MT)	Black Sea	583.75	
Sugar White FOB (\$/MT)	Santos Port	656.25	

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

Contract	Close	+/-
Mar'12/Mar'12	106.75	-0.25
May'12/May'12	100	0.5
Aug'12/Jul'12	98.75	1.25

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

Commodity	Price	Change
Brazil Domestic Sugar	27.05	-0.1
Brazil Anhydrous	20.32	-0.09
Brazil Hydrous	20.38	-0.08

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		1-2-2012	31-1-2012	
Sugar	Delhi - Grade M	3080	3020	+60
	Delhi - Grade S	2980	2960	+20
	Delhi - Grade L	3120	3075	+45
	UP- Khatuali Grade M	3070	3050	+20
	UP- Ramala Grade M	2945	2960	-15
	Mumbai –Grade M	3071	3061	+10
	Mumbai –Grade S	2911	2911	Unch
	Kolhapur – Grade M	2900	2875	+25
	Kolhapur – Grade S	2800	2775	+25
	Vijayawada – Grade M	3280	3220	+60
	Vijayawada- Grade S	3170	3120	+50
	Nagpur – Grade M	3125	3100	+25
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	2825	2785	+40

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	1-2-2012	31-1-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2650	2800	-150
	Khurpa	2410	2500	-90
	Laddu	2600	2650	-50
	Rascut	2350	2400	-50
Maharashtra	Lal Variety	2500	2500	Unch
Bangalore	Achhu	2600	2600	Unch
	Mudde	2800	2800	Unch
Belgaum	Mudde	2300	-	-
Belthangadi	Yellow (Average)	3100	3150	-50
Bijapur	Achhu	-	2330	-
Gulbarga	Other (Average)	2350	2315	+35
Mahalingapura	Penti (Average)	2350	2380	-30
Mandya	Achhu (Medium)	2300	2400	-100
	Kurikatu (Medium)	2100	2280	-180
	Other (Medium)	2175	2290	-115
	Yellow (Medium)	2250	2360	-110
Shimoga	Achhu (Average)	-	2400	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	1-2-2012	31-1-2012	Change
Dorala	M-30	3020	2960	+60
Mawana	M-30	2960	2975	-15
Modinagar	M-30	2935	2930	+5
Malakpur	M-30	3040	2905	+135
Simbholi	M-30	2980	3030	-50
Asamoli	M-30	3020	2960	+60
Dhanora	M-30	-	-	-
Dhampur	M-30	2940	2890	+50
Kinnoni	M-31	3080	3060	+20
Budhana	M-31	3000	2970	+30
Thanabhavan	M-31	2995	2965	+30

UP Government Mills Tender Rates				
Centre	Origin/Grade	1-2-2012	31-1-2012	Change
Morna	M-30	2910	2870	+40
Nanotha	M-30	2885	2850	+35
Nazibabad	M-30	2880	2855	+25
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2930	2900	+30
Amroha	M-30	2920	2890	+30
Chandpur	M-30	2920	2890	+30

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	1-2-2012	31-1-2012	Change
Baghpat	M-30	2910	2870	+40
Gajraula	M-30	2880	2850	+30
BulandShahar	M-30	2930	2890	+40
Anupshahar	M-30	2890	2850	+40

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	31-01-2012
NATURAL	NEW S.PP	2765
	S.JB	2785
TAKLI	S.PP	2760
	M.JB	2868
AMBEDKAR	NEW S1.PP	2770.00-2775.00
D.Y.PATIL	S.JB	2810
	M.JB	2910
DATT SHIROL	NEW S.PP	2812
	NEW M.JB	2915
BHOAWATI	S.PP	2738
	NEW M.PP	2933

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