

Sugar & Gur Domestic & International Fundamentals:

- Steady to firm sentiments witnessed in various sugar spot markets on Saturday due to strong sugar demand.
- Sugar prices are moving range bound with firm sentiments. However, government decision on additional sugar prices will decide the direction of sugar prices further.
- Sugar production is likely to remain same for MY 2012-13 compared to 2011-12 sugar production, however it is very early to comment to on it, according to Chief Cane Advisor of NFCSF.
- The estimated production of Sugarcane stands at 347.87 million tonnes which is higher by 5.09 million tones as compared to last year (342.38 million tonnes). According to Second Advance estimate released by government.
- As per Indian Sugar Mills Association (ISMA), Maharashtra, Uttar Pradesh and Karnataka are expected to produce respectively 9 million tonnes, 6.8 million tonnes and 3.8 million tones which were up by 14%, 17% and 21% correspondingly.
- Steady to weak sentiment witnessed in Gur domestic market on Saturday.
- Lower stock of Chaku gur stored in Muzaffar nagar cold storage indicates diminishing gur production this year compared to last year support the prices.

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	-11	2921	2921	2902	2909
Mar-12	-6	2944	2947	2926	2938
Apr-12	-7	2961	2968	2953	2959

Contract	Volume	Change	OI	Change
Feb-12	4640	-12010	29940	1170
Mar-12	6000	-8570	25200	30
Apr-12	3130	-2220	16370	2130

Spread	Feb-12	Mar-12	Apr-12
Basis	16	-13	-34
Jan-11		29	50
Feb-12			21

Stocks	Demat	In-Process	Total	FED
	03-02-12	03-02-12	03-02-12	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	Unch	1133	1139	1128	1131
July-12	Unch	1319.5	1325	1310	1316.5
Sept-12	9.5	1356	1366.5	1356	1362.5

Contract	Volume	Change	OI	Change
Mar-12	3540	-3790	7530	410
July-12	2800	-2500	10590	600
Sept-12	170	-460	1280	-20

Spread	Mar-12	July-12	Sept-12
Basis	-51	-236.5	-282.5
Jan-12		185.5	231.5
Mar-12			46

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-12	630.3	636	627.9	635.1	5.3
May-12	612	620	610.2	619.9	7.6
Aug-12	599.1	605.7	597.9	605.3	5.7

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-12	23.57	24.16	23.52	23.94	0.46
May-12	22.98	23.45	22.92	23.25	0.35
July-12	22.49	22.91	22.45	22.77	0.31

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	533.75	
Raw Sugar C&F (\$/MT)	Black Sea	570.75	
Sugar White FOB (\$/MT)	Santos Port	643.25	

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'12/Mar'12	110.50	
May'12/May'12	104.75	
Aug'12/Jul'12	102.00	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	27.08	
Brazil Anhydrous	20.48	
Brazil Hydrous	20.53	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		4-2-2012	3-2-2012	
Sugar	Delhi - Grade M	3080	3060	+20
	Delhi - Grade S	2980	2990	-10
	Delhi - Grade L	3050	3080	-30
	UP- Khatuali Grade M	3065	3065	Unch
	UP- Ramala Grade M	2970	2935	+35
	Mumbai –Grade M	3071	3071	Unch
	Mumbai –Grade S	2931	2926	+5
	Kolhapur – Grade M	2925	2900	+25
	Kolhapur – Grade S	2825	2800	+25
	Vijayawada – Grade M	3280	3280	Unch
	Vijayawada- Grade S	3170	3170	Unch
	Nagpur – Grade M	3125	3125	Unch
	Kolkata – Grade M	3080	-	-
	Chennai - Grade S	2825	2825	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	4-2-2012	3-2-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2700	2725	-25
	Khurpa	2300	2450	-150
	Laddu	2600	2600	Unch
	Rascut	2350	2300	+50
Maharashtra	Lal Variety	2500	2500	Unch
Bangalore	Achhu	2600	2600	Unch
	Mudde	2800	2800	Unch
Belgaum	Mudde	2400	2300	+100
Belthangadi	Yellow (Average)	-	2900	-
Bijapur	Achhu	2350	2315	+35
Gulbarga	Other (Average)	2325	2351	-26
Mahalingapura	Penti (Average)	-	2340	-
Mandya	Achhu (Medium)	2250	2300	-50
	Kurikatu (Medium)	2100	2100	Unch
	Other (Medium)	2150	2150	Unch
	Yellow (Medium)	2200	2250	-50
Shimoga	Achhu (Average)	2400	2350	+50

UP Private Mills Tender Rates				
Centre	Origin/Grade	4-2-2012	3-2-2012	Change
Dorala	M-30	3020	3020	Unch
Mawana	M-30	2960	2960	Unch
Modinagar	M-30	2935	2935	Unch
Malakpur	M-30	3040	3040	Unch
Simbholi	M-30	2980	2980	Unch
Asamoli	M-30	3020	3020	Unch
Dhanora	M-30	-	-	Unch
Dhampur	M-30	2940	2940	Unch
Kinnoni	M-31	3080	3080	Unch
Budhana	M-31	3000	3000	Unch
Thanabhavan	M-31	2995	2995	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	4-2-2012	3-2-2012	Change
Morna	M-30	2910	2910	Unch
Nanotha	M-30	2885	2885	Unch
Nazibabad	M-30	2880	2880	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2930	2930	Unch
Amroha	M-30	2920	2920	Unch
Chandpur	M-30	2920	2920	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	4-2-2012	3-2-2012	Change
Baghpat	M-30	2910	2910	Unch
Gajraula	M-30	2880	2880	Unch
BulandShahar	M-30	2930	2930	Unch
Anupshahar	M-30	2890	2890	Unch

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