

Sugar & Gur Domestic & International Fundamentals:

- Weak sentiments recorded in key sugar markets on Friday owing to lackluster trade and weak demand.
- At present around 75% plant cane is arriving in the mills and rest 25% belongs to ratoon cane crop which will be finished in coming 5-6 days.
- Weak demand has witnessed in various sugar markets today owing to higher release of sugar stocks from higher prices by mills which kept the prices under pressure.
- Mills cannot take the benefit of additional sugar exports at present for short term due to recent rupee appreciation which unable the exporters to find sugar export parity on prevailing sugar prices.
- India produced 13.27 million tonnes sugar produced till January 2012 which is 17.7% higher compared to last year. Last year, India produced 11.34 million tonnes till January 2011.
- Gur prices have declined in Muzaffar nagar mandi today due to improved arrivals by Gur makers. Meanwhile, for the long term prospective, gur prices will remain in bullish state due to lesser stock position in the cold storage compared to last year in Muzaffar nagar.

Outlook:

Sugar prices are witnessing upward correction with back to back supportive factors like lesser non levy sugar quota for Feb, increase in levy prices and recent export allowance. However, prices might stabilize a bit from present level as millers will try to sell its sugar stock at higher level which means increasing supply pressure in the market. We expect sugar prices will move range bound with some weakness in the coming days as market has discounted all the bullish factors.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Feb-12	-1	2891	2905	2878	2895
Mar-12	Unch	2912	2922	2902	2910
Apr-12	2	2951	2958	2941	2950

Contract	Volume	Change	OI	Change
Feb-12	6170	-2030	33290	140
Mar-12	6590	380	32410	880
Apr-12	1370	-160	23620	490

Spread	Feb-12	Mar-12	Apr-12
Basis	30		
Jan-11		15	55
Feb-12			40

Stocks	Demat 09-02-12	In-Process 09-02-12	Total 09-02-12	FED 06-02-12
Kolhapur M	1610	700	2410	1610
Kolhapur S	7275	750	8025	7275

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Mar-12	-10.5	1118	1124.5	1112	1113
July-12	-7.5	1302	1305.5	1294.5	1297
Sept-12	-4.5	1368	1368	1346	1350.5

Contract	Volume	Change	OI	Change
Mar-12	2160	-1320	6530	-430
July-12	1170	-960	9920	-50
Sept-12	110	-20	1330	0

Spread	Mar-12	July-12	Sept-12
Basis	-43		
Jan-12		184	237.5
Mar-12			53.5

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-12	631.5	641.4	630	633.3	1.3
May-12	612.5	621.4	611.1	614.6	1.1
Aug-12	611.4	618.5	610.4	612.6	0.6

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-12	24.5	24.89	24.38	24.53	0.05
May-12	23.64	24.07	23.57	23.71	0.07
July-12	23.17	23.48	23.08	23.23	0.09

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	551.50	-3.00
Raw Sugar C&F (\$/MT)	Black Sea	584.50	-3.00
Sugar White FOB (\$/MT)	Santos Port	656.00	-8.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'12/Mar'12	107	
May'12/May'12	109.5	
Aug'12/Jul'12	103	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	26.69	
Brazil Anhydrous	20.47	
Brazil Hydrous	20.37	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		10-2-2012	09-2-2012	
Sugar	Delhi - Grade M	3060	3065	-5
	Delhi - Grade S	3000	2980	+20
	Delhi - Grade L	3100	3085	+15
	UP- Khatuali Grade M	3045	3050	+5
	UP- Ramala Grade M	2970	2980	-10
	Mumbai –Grade M	3091	3101	-10
	Mumbai –Grade S	2961	2971	-10
	Kolhapur – Grade M	2925	2950	-25
	Kolhapur – Grade S	2825	2850	-25
	Vijayawada – Grade M	3300	3300	Unch
	Vijayawada- Grade S	3200	3200	Unch
	Nagpur – Grade M	3150	3150	Unch
	Kolkata – Grade M	3100	-	-
	Chennai - Grade S	2825	2825	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	10-2-2012	9-2-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2625	2675	-50
	Khurpa	2375	2400	-25
	Laddu	2500	2575	-75
	Rascut	2350	2300	+50
Maharashtra	Lal Variety	2525	2525	Unch
Bangalore	Achhu	2600	2600	Unch
	Mudde	2800	2800	Unch
Belgaum	Mudde	2300	2300	Unch
Belthangadi	Yellow (Average)	-	-	-
Bijapur	Achhu	2400	2350	+50
Gulbarga	Other (Average)	-	2325	-
Mahalingapura	Penti (Average)	2410	2410	Unch
Mandya	Achhu (Medium)	2300	2300	Unch
	Kurikatu (Medium)	2100	2125	-25
	Other (Medium)	2150	2150	Unch
	Yellow (Medium)	2250	2250	Unch
Shimoga	Achhu (Average)	-	2400	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	10-2-2012	9-2-2012	Change
Dorala	M-30	3010	3010	Unch
Mawana	M-30	3030	3030	Unch
Modinagar	M-30	2980	2980	Unch
Malakpur	M-30	2960	2960	Unch
Simbholi	M-30	3055	3055	Unch
Asamoli	M-30	3010	3010	Unch
Dhanora	M-30	3010	3010	Unch
Dhampur	M-30	2955	2955	Unch
Kinnoni	M-31	3100	3100	Unch
Budhana	M-31	3010	3010	Unch
Thanabhavan	M-31	3005	3005	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	10-2-2012	9-2-2012	Change
Morna	M-30	2925	2925	Unch
Nanotha	M-30	2920	2920	Unch
Nazibabad	M-30	2890	2890	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2940	2940	Unch
Amroha	M-30	2930	2930	Unch
Chandpur	M-30	2930	2930	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	10-2-2012	9-2-2012	Change
Baghpat	M-30	2930	2930	Unch
Gajraula	M-30	2910	2910	Unch
BulandShahar	M-30	2940	2940	Unch
Anupshahar	M-30	2920	2920	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	09-02-2012
RAHURI	S.PP	2855.00-2860.00
KOLPEWADI	S1.JB	2985.00-2990.00
	M.JB	3015.00-3016.00
CHOPDA	S.PP	2900
	M.JB	3030.00 OPEN
AKLUJ	S1.JK	2822.85-2832.85
	M.JK	2902.85-2915.85
KUKDI	S.PP	2820
MADHA	S.PP	2784
	M.PP	2877
GHODGANGA	S.PP	2810
VENKATESH	S.PP	2833.00-2837.00
KAGAL	S1.JK-S2.PP	2890.00-2875.00
	M.JB	3000
SAHYADRI	S.PP	2800
	NEW S.PP	2820
SONHIRA	S.PP	2873
	M.JK	2973.00 OPEN

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