

Sugar & Gur Domestic & International Fundamentals:

- Steady to weak sentiments recorded in key sugar markets on Tuesday. Continuous supply of sugar in the market kept the prices downwards.
- Sugar production in Thailand has reached to 5.4 million tonnes, raw value, till 9th Feb 2012 which is up from 4.4 million tonnes same period last year.
- Indian CIF prices to Indonesia ~670-737 are not looking competitive compared to Brazil and Thailand CIF prices to Indonesia especially from Maharashtra and UP. However, Export parity can be seen from Chennai market due to lesser transportation and labor charges compared to other domestic sourcing centers.
- Steady sentiment witnessed in Muzaffarnagar Gur makets today. 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.
- Gur makers are getting fresh plant cane for making gur. In addition to it, higher gur prices urge the gur makers to supply gur in the mandi and make higher profits. Increasing arrivals of gur is major factor for recent decline in gur prices.

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	12	2873	2901	2866	2894
Mar-12	2	2890	2899	2877	2896
Apr-12	-2	2931	2933	2918	2930

Contract	Volume	Change	OI	Change
Feb-12	9670	2320	32300	240
Mar-12	7570	-3780	34310	910
Apr-12	2040	-1880	25910	390

Spread	Feb-12	Mar-12	Apr-12
Basis	31		
Jan-11		2	36
Feb-12			34

Stocks	Demat 13-02-12	In-Process 13-02-12	Total 13-02-12	FED 13-02-12
Kolhapur M	2659	850	3509	2659
Kolhapur S	8175	800	8975	8175

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Mar-12	3	1100.5	1106.5	1092.5	1100
July-12	-3	1272	1277	1262.5	1267
Sept-12	-8.5	1312	1330	1312	1320

Contract	Volume	Change	OI	Change
Mar-12	3440	-3110	6890	-150
July-12	3260	-1670	9470	100
Sept-12	410	0	1520	90

Spread	Mar-12	July-12	Sept-12
Basis	-60		
Jan-12		167	220
Mar-12			53

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
May-12	634.2	636.9	627.5	630.5	-2.8
Aug-12	615.3	616.8	607.5	610.3	-4.3
Oct -12	613.2	614.6	605.5	608.3	-4.3

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-12	24.55	24.73	24.17	24.67	0.14
May-12	23.69	23.85	23.37	23.8	0.09
July-12	23.18	23.31	22.86	23.25	0.02

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	551.50	
Raw Sugar C&F (\$/MT)	Black Sea	591.75	
Sugar White FOB (\$/MT)	Santos Port	663.50	

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'12/Mar'12	112.5	5.5
May'12/May'12	112.5	3
Aug'12/Jul'12	106.5	3.5

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	26.32	-0.37
Brazil Anhydrous	20.48	0.01
Brazil Hydrous	20.46	0.09

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		14-2-2012	13-2-2012	
Sugar	Delhi - Grade M	3050	3060	-10
	Delhi - Grade S	2970	2980	-10
	Delhi - Grade L	3090	3100	-10
	UP- Khatuali Grade M	3030	3000	30
	UP- Ramala Grade M	2970	2970	Unch
	Mumbai –Grade M	3066	3071	-5
	Mumbai –Grade S	2950	2971	-21
	Kolhapur – Grade M	2925	2900	25
	Kolhapur – Grade S	2800	2800	Unch
	Vijayawada – Grade M	3300	3300	Unch
	Vijayawada- Grade S	3200	3200	Unch
	Nagpur – Grade M	3140	3150	-10
	Kolkata – Grade M	3030	3120	-30
	Chennai - Grade S		2825	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	14-2-2012	13-2-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2600	2600	Unch
	Khurpa	2375	2400	-25
	Laddu	2500	2500	Unch
	Rascut	2325	2325	Unch
Maharashtra	Lal Variety	2500	2500	Unch
Bangalore	Achhu	2600	2600	Unch
	Mudde	2800	2800	Unch
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	2900	2900	Unch
Bijapur	Achhu	2302	2380	-78
Gulbarga	Other (Average)	-	2310	-
Mahalingapura	Penti (Average)	2340	2250	90
Mandya	Achhu (Medium)	2300	2250	50
	Kurikatu (Medium)	2100	2100	Unch
	Other (Medium)	2150	2200	-50
	Yellow (Medium)	2250	2150	100
Shimoga	Achhu (Average)	2400	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	14-2-2012	13/2/2012	Change
Dorala	M-30	2960	2960	Unch
Mawana	M-30	2965	2965	Unch
Modinagar	M-30	2935	2935	Unch
Malakpur	M-30	2920	2920	Unch
Simbholi	M-30	3025	3025	Unch
Asamoli	M-30	2965	2965	Unch
Dhanora	M-30	2920	2920	Unch
Dhampur	M-30	2900	2900	Unch
Kinnoni	M-31	3030	3030	Unch
Budhana	M-31	2935	2935	Unch
Thanabhavan	M-31	2930	2930	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	14-2-2012	13/2/2012	Change
Morna	M-30	2880	2880	Unch
Nanotha	M-30	2865	2865	Unch
Nazibabad	M-30	2850	2850	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2890	2890	Unch
Amroha	M-30	2875	2875	Unch
Chandpur	M-30	2870	2870	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	14-2-2012	13/2/2012	Change
Baghpat	M-30	2880	2880	Unch
Gajraula	M-30	2860	2860	Unch
BulandShahar	M-30	2885	2885	Unch
Anupshahar	M-30	2870	2870	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	2/13/2012
AMBEDKAR	S1.PP	2878.00-2791.00
	S.PP	2761
DAMAJI	S.JB	2773
	S1.JB	2808
AKLUJ	S1.JB	2805.00-2821.00
	M.JK	2892.00-2900.00
SHRIPUR	S1.PP	2858
	NEW M.PP	2958
LOKNETE	S.PP	2743
	M.PP	2813
PRATAPGAD	S1.PP	2800
SADASHIV	S1.JB	2781.00-2787.00
	M.JB	2835.00-2840.00

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