

## Sugar & Gur Domestic & International Fundamentals:

- Sugar prices have increased in various sugar spot markets on Wednesday keeping in view lower sugar quota for March 2012.
- Government has released 13.5 lac tonnes non-levy sugar quota (including 1 lac tonnes carry over stock for Feb) for March 2012 which is 0.5 lac tonnes lower compared to February 2012 non-levy sugar quota and also 19.8% less compared to sugar quota released in March last year. Government release lower quota for March 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.
- UP mills have crushed 568.57-lac tonnes sugarcane and produced 50.18-lac tonnes sugar with an average recovery of 8.83% till 24<sup>th</sup> Feb 2012. Recent sugar production data for this year is 14% higher compared to 2010-11 sugar produced by sugar mills in the same period
- Gur prices Chaku variety has improved today in Muzaffar nagar market. Improved festive demand improve the gur prices for Chaku variety.
- Meanwhile, it is reported that gur production recovers on weekly basis as only 70000 bags of chaku variety gur are short compared to last year which was around 150000 bags in previous month.
- Around 813,000 bags (40 kg each) are stored in Muzaffar nagar cold storage till 27th February 2012 which are 10000 bags lesser compared to last year same period stock position of gur.

## Outlook:

Sugar prices are moving upwards after taking cues from International markets and lesser sugar quota for March.

### NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Mar-12	Unch	2913	2919	2893	2906
Apr-12	6	2965	2976	2952	2963
May-12	12	2990	3016	2981	2993

Contract	Volume	Change	OI	Change
Mar-12	13490	-4680	39690	-970
Apr-12	10520	250	34650	-470
May-12	10150	6130	22670	3750

Spread	Mar-12	Apr-12	May-12
Basis	19	-38	-68
Mar-12		57	87
Apr-12			30

Stocks	Demat	In-Process	Total	FED
	28-02-12	28-02-12	28-02-12	27-02-12
Kolhapur M	4308	0	4308	4308
Kolhapur S	13101	800	13901	13101

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

Contract	Open	High	Low	Close	+/-
May-12	669.3	670.3	659	662.5	-8.6
Aug-12	645.1	647	639.4	643	-5
Oct -12	636	638.5	632.2	636.2	-3.1

### NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Mar-12	1.5	1063	1077.5	1063	1068.5
July-12	-1	1209	1216	1206.5	1208.5
Sept-12	-3	1246	1254.5	1243	1243

Contract	Volume	Change	OI	Change
Mar-12	4290	660	6250	630
July-12	5230	-1340	11400	330
Sept-12	980	-2130	1720	230

Spread	Mar-12	July-12	Sept-12
Basis	-58.5	-198.5	-233
Mar-12		140	174.5
July-12			34.5

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

Contract	Open	High	Low	Close	+/-
Mar-12	26.5	26.6	26.04	26.09	-0.41
May-12	25.53	25.67	25.23	25.33	-0.22
July-12	24.49	24.72	24.38	24.53	-0.01

## Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	570.00	
Raw Sugar C&F (\$/MT)	Black Sea	603.00	
Sugar White FOB (\$/MT)	Santos Port	691.25	

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

Contract	Close	+/-
May'12/May'12	103	-6.25
Aug'12/Jul'12	102	-3
Oct'12/Oct'12	96.25	2.25

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

Commodity	Price	Change
Brazil Domestic Sugar	26.08	-0.22
Brazil Anhydrous	21.75	0.14
Brazil Hydrous	22.08	0.07

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		29.2.2012	27.2.2012	
Sugar	Delhi - Grade M	3003	3000	+3
	Delhi - Grade S	2980	2985	-5
	Delhi - Grade L	3060	3015	+45
	UP- Khatuali Grade M	3020	2960	+60
	UP- Ramala Grade M	2925	2910	+15
	Mumbai –Grade M	3051	3026	+25
	Mumbai –Grade S	2943	2916	+27
	Kolhapur – Grade M	2925	2900	+25
	Kolhapur – Grade S	2825	2800	+25
	Vijayawada – Grade M	3250	3250	Unch
	Vijayawada- Grade S	3150	3150	Unch
	Nagpur – Grade M	3020	3000	+20
	Kolkata – Grade M	3100	3020	+80
	Chennai - Grade S	2800	2775	+25

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

## Gur Spot Prices (Rs/Qtl)

Markets	Variety	29.2.2012	27.2.2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2525	2500	+25
	Khurpa	2375	2425	-50
	Laddu	2450	2450	Unch
	Rascut	2250	2300	-50
Maharashtra	Lal Variety	2450	2450	Unch
Bangalore	Achhu	2380	2380	Unch
	Mudde	2500	2500	Unch
Belgaum	Mudde	2300	2400	-100
Belthangadi	Yellow (Average)	3000	3000	Unch
Bijapur	Achhu	-	2300	-
Gulbarga	Other (Average)	2355	2375	-20
Mahalingapura	Penti (Average)	2410	2410	Unch
Mandya	Achhu (Medium)	2400	2350	+50
	Kurikatu (Medium)	2150	2200	-50
	Other (Medium)	2200	2250	-50
	Yellow (Medium)	2250	2300	-50
Shimoga	Achhu (Average)	2400	2400	Unch

UP Private Mills Tender Rates				
Centre	Origin/Grade	29.2.2012	27.2.2012	Change
Dorala	M-30	2880	2880	Unch
Mawana	M-30	2920	2920	Unch
Modinagar	M-30	2865	2865	Unch
Malakpur	M-30	2845	2845	Unch
Simbholi	M-30	2970	2970	Unch
Asamoli	M-30	2940	2940	Unch
Dhanora	M-30	2880	2880	Unch
Dhampur	M-30	2870	2870	Unch
Kinnoni	M-31	2985	2985	Unch
Budhana	M-31	2895	2895	Unch
Thanabhavan	M-31	2890	2890	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	29.2.2012	27.2.2012	Change
Morna	M-30	2850	2850	Unch
Nanotha	M-30	2810	2810	Unch
Nazibabad	M-30	2810	2810	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2850	2850	Unch
Amroha	M-30	2835	2835	Unch
Chandpur	M-30	2830	2830	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	29.2.2012	27.2.2012	Change
Baghpat	M-30	2860	2860	Unch
Gajraula	M-30	2800	2800	Unch
BulandShahar	M-30	2850	2850	Unch
Anupshahar	M-30	2880	2880	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	28-02-2012
DRISHTI SUGAR	S1.PP	2775
	S2.PP	2751
MALINAGAR	S/30	2798
BHAIRVNATH	S1.JB	2845.00-2860.00
	S2.JB	2815.00-2840.00
MALEGAON	S/30	2859

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