

Sugar & Gur Domestic & International Fundamentals:

- Prices are moving upwards for sugar in key spot markets on Thursday as millers are quoting higher prices at starting period of the month initially.
- India produce 186.5 lac tons sugar till 29th Feb 2012 which is 15% higher compared to last year sugar produced by mills in India. Last year, sugar mills produced 162.5 lac tons sugar same period. According to ISMA.
- Thailand produce 6.9 million tons sugar till 28th Feb which is almost 1 million tons higher compared to last year same period. Meanwhile, Mills in Thailand have crushed 68.1 million tons of cane which are still almost 11 million tons higher compared to last year same period.
- Gur prices are declining continuously in Muzaffar nagar market on Thursday owing to depleting difference between this year stock position compared to last year's stock position.
- 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.
- Also, around 20000 bags of gur (40 kg each) has been arrived in the market today which is also an influencing factor for decline in the prices of gur.
- 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. We expect prices will continue this Bull Run for short term. However, we expect some price decline after holi owing expected increase in arrivals and lesser demand of sugar in the market.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Mar-12	-20	2913	2914	2884	2886
Apr-12	-25	2965	2968	2935	2936
May-12	-23	2996	2997	2967	2971

Contract	Volume	Change	OI	Change
Mar-12	9470	-4020	36830	-2860
Apr-12	5280	-5240	34150	-500
May-12	4270	-5880	24090	1420

Spread	Mar-12	Apr-12	May-12
Basis	64		
Mar-12		50	85
Apr-12			35

Stocks	Demat	In-Process	Total	FED
	29-02-12	29-02-12	29-02-12	27-02-12
Kolhapur M	4308	0	4308	4308
Kolhapur S	13801	200	14001	13101

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
May-12	659.8	660.5	644.6	652.4	-10.1
Aug-12	640.1	640.9	628.1	635.8	-7.2
Oct -12	634.3	635.1	623.2	630.5	-5.7

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Mar-12	-13.5	1065	1068	1052	1055.5
July-12	-20	1208	1208	1187	1191
Sept-12	-14	1245	1248	1231	1233.5

Contract	Volume	Change	OI	Change
Mar-12	3160	-1130	5950	-300
July-12	6360	1130	10640	-760
Sept-12	830	-150	1610	-110

Spread	Mar-12	July-12	Sept-12
Basis	-65.5		
Mar-12		135.5	178
July-12			42.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-12	26.05	26.09	25.34	25.66	-0.43
May-12	25.17	25.42	24.62	25.01	-0.32
July-12	24.41	24.54	23.95	24.32	-0.21

Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	563.50	-7.00
Raw Sugar C&F (\$/MT)	Black Sea	596.50	-7.00
Sugar White FOB (\$/MT)	Santos Port	659.25	-22.50

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
May'12/May'12	102	-1
Aug'12/Jul'12	100.5	-1.5
Oct'12/Oct'12	94	-2.25

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	26.09	0.01
Brazil Anhydrous	21.83	0.08
Brazil Hydrous	22.16	0.08

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		01.3.2012	29.2.2012	
Sugar	Delhi - Grade M	3010	3003	+7
	Delhi - Grade S	2980	2980	Unch
	Delhi - Grade L	3030	3060	-30
	UP- Khatuali Grade M	3020	3020	Unch
	UP- Ramala Grade M	2925	2925	Unchs
	Mumbai –Grade M	3061	3051	+10
	Mumbai –Grade S	2956	2943	+13
	Kolhapur – Grade M	2950	2925	+25
	Kolhapur – Grade S	2850	2825	+25
	Vijayawada – Grade M	3270	3250	+20
	Vijayawada- Grade S	3170	3150	+25
	Nagpur – Grade M	3020	3020	Unch
	Kolkata – Grade M	3120	3100	+20
	Chennai - Grade S	2850	2800	+50

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	01.3.2012	29.2.2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2475	2525	-50
	Khurpa	2325	2375	-50
	Laddu	2450	2450	Unch
	Rascut	2300	2250	+50
Maharashtra	Lal Variety	2475	2450	+25
Bangalore	Achhu	2540	2380	+160
	Mudde	2600	2500	+100
Belgaum	Mudde	-	2300	-
Belthangadi	Yellow (Average)	-	3000	-
Bijapur	Achhu	2320	-	-
Gulbarga	Other (Average)	2351	2355	-4
Mahalingapura	Penti (Average)	2440	2410	+30
Mandya	Achhu (Medium)	-	2400	-
	Kurikatu (Medium)	-	2150	-
	Other (Medium)	-	2200	-
	Yellow (Medium)	-	2250	-
Shimoga	Achhu (Average)	-	2400	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	01.3.2012	29.2.2012	Change
Dorala	M-30	2925	2880	+45
Mawana	M-30	2940	2920	+20
Modinagar	M-30	2915	2865	+50
Malakpur	M-30	2895	2845	+50
Simbholi	M-30	3000	2970	+30
Asamoli	M-30	2940	2940	Unch
Dhanora	M-30	2925	2880	+45
Dhampur	M-30	2920	2870	+50
Kinnoni	M-31	3025	2985	+40
Budhana	M-31	2945	2895	+50
Thanabhavan	M-31	2940	2890	+50

UP Government Mills Tender Rates				
Centre	Origin/Grade	01.3.2012	29.2.2012	Change
Morna	M-30	2870	2850	+20
Nanotha	M-30	2850	2810	+40
Nazibabad	M-30	2830	2810	+20
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2870	2850	+20
Amroha	M-30	2870	2835	+35
Chandpur	M-30	2860	2830	+30

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	01.3.2012	29.2.2012	Change
Baghpat	M-30	2870	2860	+10
Gajraula	M-30	2840	2800	+40
BulandShahar	M-30	2890	2850	+40
Anupshahar	M-30	2840	2880	-40

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	29-02-2012
GANESH	S1.JB	2905.00-2910.00
SHREEPUR	S1.PP	2843
	M.PP	2943
RENA	S.PP	2805
MAHISGAON	S.PP	2850
WALWA	S.PP	2728
ASURLE PORLE	S1.PP	2835
SHARAD	S.PP	2798
D.Y PATIL	M2.JB	2890
LOKNATE	S.PP	2785
	M.PP	2858
SAHYADRI	S2.PP	2841

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