

Sugar & Gur Domestic & International Fundamentals:

- Sugar prices traded with a steady tone in key spot markets on Wednesday.
- India is likely to produce more than 25 million tons sugar in MY 2011-12. Earlier estimated production was 24.5 million tons. Meanwhile previous year output was 22.3 million tons.
- Czarnikow increase its global sugar production forecast for 2011-12 by 26% to 7.7 million tons, It is expected that sugar surplus might show its effect on prices in the middle of the year.
- Philippines raw sugar exports to non US buyers is likely to reach 3 lakh tons and could exceed the level due to high global prices. Most of the Philippines sugar export to US.
- Indonesian government has appoints PPI to import 2.4 lakh tons of raw sugar this year to offset white sugar shortage before the domestic milling season starts.
- International sugar prices got support on concerns over delay start of sugarcane harvesting in Brazil by two weeks. Meanwhile, Indian sugar producers might get the golden chance to take some advantage out of it keeping in view higher Thai premium and increasing international prices. In addition to it, already Indian domestic prices are its lower level. Millers need to export sugar quickly as after April, Brazilian crop is expected to hit the markets which will ease the prices.
- With expectation of increase in arrivals and stocks we expect gur prices to stay weak for short term.

Outlook:

Sugar price is likely to stay range bound and may find buying support in case of major decline. Gur price is likely to stay under pressure due to higher arrivals for short term.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Mar-12	-8	2829.00	2839.00	2822.00	2833.00
Apr-12	-9	2894.00	2914.00	2891.00	2901.00
May-12	-5	2913.00	2952.00	2913.00	2933.00

Contract	Volume	Change	OI	Change
Mar-12	4300	-1980	37320	40
Apr-12	4250	-1890	38140	420
May-12	4310	-240	30100	860

Spread	Mar-12	Apr-12	May-12
Basis			
Mar-12			
Apr-12			

Stocks	Demat 05-03-12	In-Process 05-03-12	Total 05-03-12	FED 05-03-12
Kolhapur M	4308	0	4308	4308
Kolhapur S	14201	400	14601	14201

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
May-12	653.2	655.3	645.9	647.5	-5.6
Aug-12	637.5	638.8	630	631.7	-5.2
Oct -12	631	631.9	623.7	627.8	-3.2

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Mar-12	-5.5	1045.50	1049.00	1036.00	1042.50
July-12	-4.5	1201.00	1211.00	1198.50	1202.00
Sept-12	-1	1230.00	1242.50	1230.00	1235.00

Contract	Volume	Change	OI	Change
Mar-12	2460	-1730	6010	500
July-12	3580	-1850	2330	-8750
Sept-12	450	0	610	-1420

Spread	Mar-12	July-12	Sept-12
Basis			
Mar-12			
July-12			

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-12	24.95	25.1	24.6	24.68	-0.28
May-12	24.23	24.32	23.86	23.93	-0.3
July-12	24.28	24.33	23.88	23.94	-0.33

Brazil Sugar Quotes (Kingsman US\$/MT) as on 6-03-2012

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	549.75	-12.00
Raw Sugar C&F (\$/MT)	Black Sea	584.75	-12.00
Sugar White FOB (\$/MT)	Santos Port	655.50	-2.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
May'12/May'12	--	--
Aug'12/Jul'12	--	--
Oct'12/Oct'12	--	--

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	--	--
Brazil Anhydrous	--	--
Brazil Hydrous	--	--

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		07-03-2012	06-03-2012	
Sugar	Delhi - Grade M	3000	3000	Unch
	Delhi - Grade S	2960	2960	Unch
	Delhi - Grade L	3025	3025	Unch
	UP- Khatuali Grade M	Market closed	Market closed	-
	UP- Ramala Grade M	Market closed	Market closed	-
	Mumbai –Grade M	3046	3046	Unch
	Mumbai –Grade S	2941	2941	Unch
	Kolhapur – Grade M	2900	2875	+25
	Kolhapur – Grade S	2800	2775	+25
	Vijayawada – Grade M	3270	3270	Unch
	Vijayawada- Grade S	3170	3170	Unch
	Nagpur – Grade S	3000	3000	Unch
	Kolkata – Grade M	2990	2990	Unch
	Chennai - Grade S	2800	2800	Unch

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

Gur Spot Prices (Rs/Qtl)

Markets	Variety	07-03-2012	06-03-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2500	Market closed	-
	Khurpa	2300	Market closed	-
	Laddu	2425	Market closed	-
	Rascut	2325	Market closed	-
Maharashtra	Lal Variety	Market closed	2450	-
Bangalore	Achhu	2540	-	-
	Mudde	2600	-	-
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	-	3100	-
Bijapur	Achhu	-	2238	-
Gulbarga	Other (Average)	-	2350	-
Mahalingapura	Penti (Average)	-	2410	-
Mandya	Achhu (Medium)	2350	2300	+50
	Kurikatu (Medium)	2100	2100	Unch
	Other (Medium)	2200	2150	+50
	Yellow (Medium)	2300	2250	+50
Shimoga	Achhu (Average)	-	2350	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	07-03-2012	06-03-2012	Change
Dorala	M-30	2900	2900	Unch
Mawana	M-30	2910	2910	Unch
Modinagar	M-30	2875	2875	Unch
Malakpur	M-30	2860	2860	Unch
Simbholi	M-30	2940	2940	Unch
Asamoli	M-30	2900	2900	Unch
Dhanora	M-30	2900	2900	Unch
Dhampur	M-30	2850	2850	Unch
Kinnoni	M-31	2980	2980	Unch
Budhana	M-31	2900	2900	Unch
Thanabhavan	M-31	2890	2890	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	07-03-2012	06-03-2012	Change
Morna	M-30	2840	2840	Unch
Nanotha	M-30	2820	2820	Unch
Nazibabad	M-30	2810	2810	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2850	2850	Unch
Amroha	M-30	2850	2850	Unch
Chandpur	M-30	2840	2840	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	07-03-2012	06-03-2012	Change
Baghpat	M-30	2850	2850	Unch
Gajraula	M-30	2820	2820	Unch
BulandShahar	M-30	2860	2860	Unch
Anupshahar	M-30	2820	2820	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	06-03-2012
TAKLI	S.PP	2758.00 OPEN
BIDRI	OLD S.PP	2748
SAHYADRI	S1.PP	2765
	M.PP	2865

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