

Sugar & Gur Domestic & International Fundamentals:

- Weak demand and lackluster trade led the sugar prices declined in key spot markets on Tuesday. Buyers are worried about the continuous decline in prices and not want to involve themselves in any buying activities. Only need based buying have been recorded in the markets for sugar at present.
- Demand remained weak in Chennai market today as reported and millers are just quoting their prices and there are only need based buying from buyers of sugar has been reported.
- Government's new terms for millers which are applying for sugar export licenses creates new problems for sugar millers. According to new terms, mills have to clear all cane payment dues and also have to fulfill the term of timely distribution of allocated levy sugar before applying for the sugar exports.
- Maharashtra mills have produced 71.3 lac tons of sugar till date with an average recovery of 11.39% in 2011-12. Recent sugar produced by millers is 872,000 tons higher compared to previous year same period.
- Recent increase in International sugar prices and continuous decrease in domestic sugar prices give the opportunity to millers to get some advantage. It is noticeable that miller's export premium has been improved from Rs 2500/ton to Rs 3000/ton.
- India has exported around 5 lac tons of sugar so far in 2011-12 till 7th March 2012 mainly to Africa, Australia and Sri Lanka, according to news sources.
- Steady to weak prices has been witnessed for various varieties of gur in Muzaffar nagar on Tuesday.
- Gur prices to stay range bound for short term and near term spike could be a selling opportunity going ahead with the production season.

Outlook:

Gur and sugar prices are expected to stay range bound with weak tone for short term.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Mar-12	-51	2771	2775	2720	2725
Apr-12	-33	2840	2845	2805	2810
May-12	-32	2874	2874	2838	2842

Contract	Volume	Change	OI	Change
Mar-12	17010	2190	31440	-2080
Apr-12	14420	-1970	36570	2610
May-12	7480	370	28260	1010

Spread	Mar-12	Apr-12	May-12
Basis	125	40	8
Mar-12		85	117
Apr-12			32

Stocks	Demat	In-Process	Total	FED
	12-03-12	12-03-12	12-03-12	05-03-12
Kolhapur M	4308	0	4308	4308
Kolhapur S	16000	950	16950	14201

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
May-12	623.4	633.7	618.4	631.7	6.2
Aug-12	607.4	613.3	601	609.9	1.8
Oct -12	603.9	607.1	598.2	605.4	0.6

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Mar-12	4	1037.5	1050	1037.5	1040
July-12	13	1202.5	1224	1198	1212
Sept-12	19.5	1234.5	1258.5	1223	1245

Contract	Volume	Change	OI	Change
Mar-12	2520	1040	4040	-1040
July-12	7280	2400	10680	-230
Sept-12	990	720	2260	200

Spread	Mar-12	July-12	Sept-12
Basis	-40	-212	-245
Mar-12		172	205
July-12			33

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-12	23.66	23.9	23.26	23.77	0.11
May-12	22.75	23.02	22.45	22.88	0.1
July-12	22.96	23.12	22.64	23.01	0.05

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	537.50	+3.50
Raw Sugar C&F (\$/MT)	Black Sea	572.50	+3.50
Sugar White FOB (\$/MT)	Santos Port	643.25	+3.50

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
		13-03-2012	12-03-2012	
Sugar	Delhi - Grade M	2980	2990	-10
	Delhi - Grade S	2940	2945	-5
	Delhi - Grade L	3005	3010	-5
	UP- Khatuali Grade M	2960	2980	-20
	UP- Ramala Grade M	2920	2915	+5
	Mumbai –Grade M	3056	3051	+5
	Mumbai –Grade S	2906	2931	-25
	Kolhapur – Grade M	2850	2850	Unch
	Kolhapur – Grade S	2750	2750	Unch
	Vijayawada – Grade M	3230	3230	Unch
	Vijayawada- Grade S	3130	3130	Unch
	Nagpur – Grade S	2980	2990	-10
	Kolkata – Grade M	3000	2970	+30
	Chennai - Grade S	2750	2750	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	13-03-2012	12-03-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2500	2500	Unch
	Khurpa	2275	2325	-50
	Laddu	2450	2450	Unch
	Rascut	2325	2325	Unch
Maharashtra	Lal Variety	3500	-	-
Bangalore	Achhu	2700	2700	Unch
	Mudde	2900	2900	Unch
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	3100	3100	Unch
Bijapur	Achhu	2350	-	-
Gulbarga	Other (Average)	2411	-	-
Mahalingapura	Penti (Average)	2480	2430	+50
Mandya	Achhu (Medium)	2400	2350	+50
	Kurikatu (Medium)	2100	2100	Unch
	Other (Medium)	2150	2150	Unch
	Yellow (Medium)	2350	2250	+100
Shimoga	Achhu (Average)	-	2400	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	13-03-2012	12-03-2012	Change
Dorala	M-30	2880	2890	-10
Mawana	M-30	2890	2900	-10
Modinagar	M-30	2850	2865	-15
Malakpur	M-30	2825	2850	-25
Simbholi	M-30	2940	2930	+10
Asamoli	M-30	2905	2890	+15
Dhanora	M-30	2880	2890	-10
Dhampur	M-30	2850	2840	+10
Kinnoni	M-31	2960	2970	-10
Budhana	M-31	2875	2890	-15
Thanabhavan	M-31	2865	2880	-15

UP Government Mills Tender Rates				
Centre	Origin/Grade	13-03-2012	12-03-2012	Change
Morna	M-30	2820	2830	-10
Nanotha	M-30	2800	2810	-10
Nazibabad	M-30	2790	2800	-10
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2840	2840	Unch
Amroha	M-30	2830	2840	-10
Chandpur	M-30	2820	2830	-10

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	13-03-2012	12-03-2012	Change
Baghpat	M-30	2820	2840	-20
Gajraula	M-30	2800	2810	-10
BulandShahar	M-30	2850	2850	Unch
Anupshahar	M-30	2810	2810	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	3/12/2012
BHENDA	S1.PP	2765
	M.PP	2865
MADHA	S.PP	2748.00 OPEN
	M.PP	2848.00 OPEN
KOLPEWADI	S1.JB	2885
	M.JB	2922
SADASHIV	S.JB	2750.00-2752.00
	M.JB	2780.00-2790.00
AKLUJ	S1.JK	2740.00-2755.00
	M.JK	2782.00-2800.00
PRATAPGAD	S.PP	2745
	M.JB	2813

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