

Sugar & Gur Domestic & International Fundamentals:

- Mixed sentiments recorded in various sugar spot markets on Wednesday as markets could not find adequate cues to decide the prices either side. However, we expect prices might witness an upward correction after 22nd March due to expected lower quota for April which will drive the sugar prices upwards.
- EGOM will take decision on further sugar export in a meeting held on 26th March 2012. It is noticeable that government already allow 2 million tons of sugar exports under OGL this MY. It is noticeable that government might allow 1 million tons sugar exports before the new sugar arrival from Brazil which will pressurize the sugar prices at International front.
- China import 94164 tons sugar in Feb month which is almost five times higher compared to last year same period sugar imported by China, according to news sources.
- Gur prices have improved sharply in Muzaffar nagar mandi on Wednesday as lesser arrivals and good demand of gur led the prices upwards.
- Meanwhile, we expected increase in demand of gur might occur in the coming days as gur is used in making pickles in Gujarat which will drive the prices upwards.
- Around 10,85,000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 19th March 2012 which are 43000 bags higher compared to last year same period stock position of gur. Out of total stock position of gur, around 7,20,000 bags have stored in cold storage which are also 31,000 bags more compared to previous year. 1,20,000 bags are stored of Raskut Variety Gur and rest is for Laddu and Khurpa and other gur varieties.

Outlook:

Sugar prices are likely to move up from here in Future as well as in spot markets taking cues from lower sugar quota expectations for April and rising international market. However, gur fundamentals are looking bullish as present.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Apr-12	2.00	2806.00	2823.00	2801.00	2805.00
May-12	1.00	2855.00	2869.00	2851.00	2853.00
June-12	-13.00	2904.00	2916.00	2902.00	2902.00

Contract	Volume	Change	OI	Change
Mar-12	12440	2490	43870	-950
Apr-12	3700	-340	31220	-340
May-12	950	270	4070	180

Spread	Mar-12	Apr-12	May-12
Basis	150	19	-31
Mar-12		131	181
Apr-12			50

Stocks	Demat	In-Process	Total	FED
	20-03-12	20-03-12	20-03-12	19-03-12
Kolhapur M	4308	0	4308	4308
Kolhapur S	21671	0	21671	21383

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
May-12	668.2	674.6	661.5	665.7	-2.3
Aug-12	645.7	655	643	647	1.3
Oct -12	633.5	640.1	630	633.3	-0.1

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	23.00	1243.5	1283.00	1241.50	1267.00
Sept-12	28.00	1268.00	1314.00	1266.00	1297.00
Nov-12	31.50	1179.5	1189.00	1170.00	1189.00

Contract	Volume	Change	OI	Change
July-12	13810	13060	11160	-810
Sept-12	1890	-2970	2220	-50
Nov-12	30	-40	190	10

Spread	Mar-12	July-12	Sept-12
Basis	-8	-203	-228
Mar-12		195	220
July-12			25

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
May-12	25.68	26.2	25.38	25.61	-0.05
July -12	24.53	25	24.33	24.56	0.01
Oct-12	24.45	24.67	24.15	24.38	-0.03

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	574.50	-22.25
Raw Sugar C&F (\$/MT)	Black Sea	612.50	-22.25
Sugar White FOB (\$/MT)	Santos Port	680.25	-16.75

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
May'12/May'12	102	-0.5
Aug'12/Jul'12	107	1.75
Oct'12/Oct'12	97.25	0.75

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	24.12	-0.1
Brazil Anhydrous	21.52	-0.09
Brazil Hydrous	21.45	-0.09

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		21-03-2012	20-03-2012	
Sugar	Delhi - Grade M	2940	2960	-20
	Delhi - Grade S	2910	2920	-10
	Delhi - Grade L	2960	2980	-20
	UP- Khatuali Grade M	2950	2945	+5
	UP- Ramala Grade M	2900	2890	+10
	Mumbai –Grade M	3026	3031	-5
	Mumbai –Grade S	2906	2901	+5
	Kolhapur – Grade M	2825	2825	Unch
	Kolhapur – Grade S	2725	2725	Unch
	Vijayawada – Grade M	3200	3200	Unch
	Vijayawada- Grade S	3100	3100	Unch
	Nagpur – Grade S	2980	2980	Unch
	Kolkata – Grade M	2950	-	-
	Chennai - Grade S	2730	2730	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	21-03-2012	20-03-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2675	2525	+150
	Khurpa	2475	2335	+140
	Laddu	2575	2525	+50
	Rascut	2325	2325	Unch
Maharashtra	Lal Variety	2550	2550	Unch
Bangalore	Achhu	2800	2800	Unch
	Mudde	2900	2900	Unch
Belgaum	Mudde	2400	-	-
Belthangadi	Yellow (Average)	-	3125	-
Bijapur	Achhu	-	2330	-
Gulbarga	Other (Average)	2350	2325	+25
Mahalingapura	Penti (Average)	2640	2680	-40
Mandya	Achhu (Medium)	2400	2350	+50
	Kurikatu (Medium)	2250	2200	+50
	Other (Medium)	2300	2300	Unch
	Yellow (Medium)	2350	2400	-50
Shimoga	Achhu (Average)	2375	2375	Unch

UP Private Mills Tender Rates				
Centre	Origin/Grade	21-03-2012	20-03-2012	Change
Dorala	M-30	2850	2855	-5
Mawana	M-30	2850	2860	-10
Modinagar	M-30	2820	2825	-5
Malakpur	M-30	2800	2800	Unch
Simbholi	M-30	2930	2925	+5
Asamoli	M-30	2860	2850	+10
Dhanora	M-30	2820	2830	-10
Dhampur	M-30	2820	2820	Unch
Kinnoni	M-31	2925	2930	-5
Budhana	M-31	2840	2840	Unch
Thanabhavan	M-31	2830	2830	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	21-03-2012	20-03-2012	Change
Morna	M-30	2800	2810	-10
Nanotha	M-30	2775	2780	-5
Nazibabad	M-30	2770	2790	-20
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2820	2820	Unch
Amroha	M-30	2810	2820	-10
Chandpur	M-30	2800	2810	-10

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	21-03-2012	20-03-2012	Change
Baghpat	M-30	2800	2810	-10
Gajraula	M-30	2770	2775	-5
BulandShahar	M-30	2830	2835	-5
Anupshahar	M-30	2770	2780	-10

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	20-03-2012
MAKAI	M.PP	2803
DAUND AGRO	S.PP	2735
	S1.PP	2745
SHRIGONDA	S.PP	2740
	S.JB	2775
SHARAD	S.PP	2733.00 OPEN
	M.PP	2798.00 OPEN
D.Y PATIL	S.JK	2718.00 OPEN
KUMBHI	S1.PP	2748.00 OPEN
	M.PP	2858.00 OPEN
BHOGAWATI	S.PP	2758.00 OPEN
	M.PP	2883.00 OPEN
VISHWAS	OLD S.PP	2703.00 OPEN
	M2.PP	2748

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>

© 2005 Indian Agribusiness Systems Pvt Ltd.