

Sugar & Gur Domestic & International Fundamentals:

- Mixed prices of sugar has been recorded in key spot markets on Saturday as markets could not find adequate cues to decide the prices of sugar either side. Market is keeping an eye over meeting which will held on 26th March 2012 in which EGOM will take decision on additional sugar exports.
- Sugar Future prices have moved in anticipation of additional sugar exports which the EGOM might announce in a meeting held on 26th March 2012. Government might allow 1 million tons additional sugar exports under OGL considering higher sugar production for 2011-12 and want to give some respite to the millers from continuous decline in sugar prices. If government allows 1 million tons sugar exports then the it will take the total sugar exports figures to 3 million tons for this year.
- India has export 1 million tons sugar in the current season. The government has so far allow 2 million tons of sugar exports. In Jan, Indian sugar exports reached at 1.5 lac tons and reached 3.5 lac tons in Feb. But recent hike in International prices and decline in domestic sugar prices give the parity to the Indian exports which urge them to export sugar quickly. Millers and government have to consider the Brazil crop arrivals in the Mid of April month which will decrease the International white sugar prices which squeeze the export parity as expected.
- Iran is looking forward to import sugar from India in future. It is noticeable that Iran has purchased around 60000 tons of sugar from India through Dubai – based middleman as reported.
- Gur prices have declined today in Muzaffar nagar mandi due to lesser demand and moderate arrivals.
- 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	20.00	2785.00	2817.00	2780.00	2802.00
May-12	28.00	2834.00	2869.00	2828.00	2853.00
June-12	34.00	2875.00	2914.00	2875.00	2900.00

Contract	Volume	Change	OI	Change
Apr-12	10060	-1270	43300	120
May-12	6540	520	31100	80
June-12	2280	1460	5040	730

Spread	Apr-12	May-12	June-12
Basis	23		
Apr-12		51	98
May-12			47

Stocks	Demat	In-Process	Total	FED
	23-03-12	23-03-12	23-03-12	19-03-12
Kolhapur M	4158	0	4158	4308
Kolhapur S	21321	500	21821	21383
Sangli S	0	160	160	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
May-12	655.3	669.5	652.5	663	7.6
Aug-12	638.4	651.5	636.6	646.2	7.9
Oct -12	625.4	639	624.1	633.8	8.4

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	7.50	1241.00	1258.00	1233.00	1246.00
Sept-12	7.50	1262.00	1279.00	1258.00	1270.00
Nov-12	-12.00	1120.00	1157.00	1115.00	1119.00

Contract	Volume	Change	OI	Change
July-12	5390	-940	11670	630
Sept-12	1090	-350	2170	50
Nov-12	140	70	210	20

Spread	July-12	Sept-12	Nov-12
Basis	-226		
July-12		24	-127
Sept-12			-151

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
May-12	25.33	26.1	25.28	25.91	0.58
July -12	24.16	24.89	24.15	24.72	0.52
Oct-12	23.95	24.59	23.95	24.43	0.44

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	589.00	
Raw Sugar C&F (\$/MT)	Black Sea	627.00	
Sugar White FOB (\$/MT)	Santos Port	689.25	

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
May'12/May'12	93.5	
Aug'12/Jul'12	103	
Oct'12/Oct'12	96.75	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	23.97	
Brazil Anhydrous	21.31	
Brazil Hydrous	21.25	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		24-3-2012	23-3-2012	
Sugar	Delhi - Grade M	2960	2945	+15
	Delhi - Grade S	2930	2920	+10
	Delhi - Grade L	2980	2970	+10
	UP- Khatuali Grade M	-	2960	-
	UP- Ramala Grade M	2895	-	-
	Mumbai –Grade M	2951	Market closed	-
	Mumbai –Grade S	2891	Market closed	-
	Kolhapur – Grade M	2825	2840	-15
	Kolhapur – Grade S	2700	2740	-40
	Vijayawada – Grade M	3200	3200	Unch
	Vijayawada- Grade S	3100	3100	Unch
	Nagpur – Grade S	2960	2960	Unch
	Kolkata – Grade M	2950	2950	Unch
	Chennai - Grade S		2710	

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

Gur Spot Prices (Rs/Qtl)

Markets	Variety	24-3-2012	23-3-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2550	2650	-100
	Khurpa	2375	2375	
	Laddu	2575	2600	-25
	Rascut	2325	2315	+10
Maharashtra	Lal Variety	2575	2550	+25
Bangalore	Achhu	-	-	-
	Mudde	2900	-	-
Belgaum	Mudde	2500	-	-
Belthangadi	Yellow (Average)	3150	-	-
Bijapur	Achhu	2257	-	-
Gulbarga	Other (Average)	2425	-	-
Mahalingapura	Penti (Average)	-	-	-
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	2400	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	24-3-2012	23-3-2012	Change
Dorala	M-30	2850	2850	Unch
Mawana	M-30	2850	2850	Unch
Modinagar	M-30	2820	2820	Unch
Malakpur	M-30	2800	2800	Unch
Simbholi	M-30	2930	2930	Unch
Asamoli	M-30	2860	2860	Unch
Dhanora	M-30	2820	2820	Unch
Dhampur	M-30	2820	2820	Unch
Kinnoni	M-31	2925	2925	Unch
Budhana	M-31	2840	2840	Unch
Thanabhavan	M-31	2830	2830	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	24-3-2012	23-3-2012	Change
Morna	M-30	2800	2800	Unch
Nanotha	M-30	2775	2775	Unch
Nazibabad	M-30	2770	2770	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2820	2820	Unch
Amroha	M-30	2810	2810	Unch
Chandpur	M-30	2800	2800	Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	24-3-2012	23-3-2012	Change
Baghpat	M-30	2780	2800	-30
Gajraula	M-30	2800	2770	+30
BulandShahar	M-30	2830	2830	Unch
Anupshahar	M-30	2770	2770	Unch

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