

Sugar & Gur Domestic & International Fundamentals:

- Mixed sentiments recorded in various sugar spot markets on Thursday as markets could not find adequate cues to decide the prices either side.
- Government is likely to set the quarterly sugar quota mechanism from the coming month to stabilize the sugar prices. It is noticeable that quarterly sugar quota release was converted into monthly release three years back to control the prices of sugar in the markets. Markets is expecting around 45 lac ton quarterly sugar quota which is higher compared to last quarter sugar quota figures which stood at 42.5 lac tonnes for last quarter. Government generally gives higher sugar quota in the summer season keeping in view increased sugar consumption in the form of Ice creams, cold drinks and Juices etc.
- Government removed quota system for sugar exports which means that millers have to take licenses on first come first serve basis. Basically, mills located in coastal areas or near to ports will get benefitted with this.
- Thai white sugar premium fell to \$15 per MT from \$25 per MT due to concern over additional sugar supply from India. Meanwhile, India might convert this opportunity of commit exports to nations like Iraq and Indonesia which are traditionally buy sugar from Brazil and Thailand respectively.
- Gur prices declined in Muzaffar nagar today due to improved arrivals in the mandi today.
- Around 12,00,000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 26th March 2012 which are 72000 bags higher compared to last year same period stock position of gur. Increasing stock position gives a bearish impact on prevailing prices as expected in the coming days.

Outlook:

Sugar prices are not reacted much from recent export allowance. Market is keeping an eye over next big event that will come in couple of days i.e. sugar quota release which will decide the sugar price direction in future.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Apr-12	-5.00	2801.00	2818.00	2801.00	2803.00
May-12	-5.00	2844.00	2855.00	2836.00	2841.00
June-12	-6.00	2896.00	2898.00	2857.00	2883.00

Contract	Volume	Change	OI	Change
Apr-12	8530	-1640	39980	-930
May-12	4870	160	33020	40
June-12	1220	-70	7310	280

Spread	Apr-12	May-12	June-12
Basis	17	-21	-63
Apr-12		38	80
May-12			42

Stocks	Demat	In-Process	Total	FED
	28-03-12	28-03-12	28-03-12	26-03-12
Kolhapur M	3096	0	3096	3096
Kolhapur S	20610	1000	21610	21170
Sangli S	160	0	160	160

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
May-12	634	635.8	627.6	632.3	-5.4
Aug-12	621.9	624.1	616.1	621.3	-3.7
Oct -12	612	615.2	606.8	612.2	-3.6

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	5.50	1203.50	1220.00	1203.00	1211.50
Sept-12	3.50	1240.00	1249.50	1230.00	1235.00
Nov-12	12.00	1097.00	1104.00	1097.00	1104.00

Contract	Volume	Change	OI	Change
July-12	4910	-2270	13030	-470
Sept-12	720	-180	2670	10
Nov-12	50	-10	190	0

Spread	July-12	Sept-12	Nov-12
Basis	-211.5	-235	-104
July-12		23.5	-107.5
Sept-12			-131

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
May-12	24.4	24.56	24.11	24.26	-0.04
July -12	23.61	23.67	23.25	23.41	-0.07
Oct-12	23.66	23.67	23.31	23.46	-0.09

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	553.50	+3.50
Raw Sugar C&F (\$/MT)	Black Sea	590.50	+3.50
Sugar White FOB (\$/MT)	Santos Port	656.00	+3.50

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
May'12/May'12	94.25	-2.5
Aug'12/Jul'12	102.75	-0.75
Oct'12/Oct'12	94	-0.5

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	24.37	0.01
Brazil Anhydrous	21.29	0.01
Brazil Hydrous	21.42	0.01

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		29-3-2012	28-3-2012	
Sugar	Delhi - Grade M	3010	3000	+10
	Delhi - Grade S	2980	2970	+10
	Delhi - Grade L	3030	3020	+10
	UP- Khatuali Grade M	2990	2990	Unch
	UP- Ramala Grade M	2900	2910	-10
	Mumbai –Grade M	3041	3051	-10
	Mumbai –Grade S	2896	2896	Unch
	Kolhapur – Grade M	2820	2850	-30
	Kolhapur – Grade S	2720	2750	-30
	Vijayawada – Grade M	3220	3220	Unch
	Vijayawada- Grade S	3120	3120	Unch
	Nagpur – Grade S	2980	2980	Unch
	Kolkata – Grade M	-	3080	-
	Chennai - Grade S		2735	

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	29-3-2012	28-3-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2500	2550	-50
	Khurpa	2350	2312	+38
	Laddu	2475	2500	-25
	Rascut	2325	2325	Unch
Maharashtra	Lal Variety	2520	2525	-5
Bangalore	Achhu	2600	2600	Unch
	Mudde	2700	2700	Unch
Belgaum	Mudde	-	2600	-
Belthangadi	Yellow (Average)	3150	3150	Unch
Bijapur	Achhu	2300	-	-
Gulbarga	Other (Average)	2325	2325	Unch
Mahalingapura	Penti (Average)	-	2690	-
Mandya	Achhu (Medium)	2400	2400	Unch
	Kurikatu (Medium)	2250	2200	+50
	Other (Medium)	2300	2300	Unch
	Yellow (Medium)	2350	2350	Unch
Shimoga	Achhu (Average)	2475	2400	+75

UP Private Mills Tender Rates				
Centre	Origin/Grade	29-3-2012	28-3-2012	Change
Dorala	M-30	2950	2950	Unch
Mawana	M-30	2960	2960	Unch
Modinagar	M-30	2915	2950	-35
Malakpur	M-30	2995	2960	-35
Simbholi	M-30	3000	3000	Unch
Asamoli	M-30	2930	2930	Unch
Dhanora	M-30	2850	2850	Unch
Dhampur	M-30	2910	2910	Unch
Kinnoni	M-31	3040	3040	Unch
Budhana	M-31	2970	2970	Unch
Thanabhavan	M-31	2960	2960	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	29-3-2012	28-3-2012	Change
Morna	M-30	2865	2865	Unch
Nanotha	M-30	2830	2830	Unch
Nazibabad	M-30	2820	2820	Unch
Ramlaxman	M-30	-	-	Unch
Sakoti	M-30	2865	2865	Unch
Amroha	M-30	2875	2875	Unch
Chandpur	M-30	2870	2870	Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	29-3-2012	28-3-2012	Change
Baghpat	M-30	2860	2860	Unch
Gajraula	M-30	2830	2830	Unch
BulandShahar	M-30	2920	2920	Unch
Anupshahar	M-30	2840	2840	Unch

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