

Sugar & Gur Domestic & International Fundamentals:

- Sugar prices continuously moving upwards as sugar demand came from retail buyers. It is noticeable that sugar pipeline is tight and traders are increasing their sugar holdings from present levels.
- Charlotte Kingsman estimate 24.5 million tons sugar production estimate for 2012-13 season over dry conditions in various parts of the country which might urge the farmers to divert their planting towards other crops like Soybean which generally needs less irrigation. However, it is very early to comment on it. Recently, IMD predicts normal rainfall in monsoon this year which negate the statement. In addition to it, most of the sugarcane belt (around 90% area) is irrigated area. Also, cane crop is more lucrative compared to other crops like wheat, soybean and paddy.
- Sugar production fell by 11% in Mexico in this season compared to last year. Mexico produce 3.88 million tons sugar from Oct-7 Apr 2012 which is down from 4.35 million tons sugar produced same period last year as reported in Business week.
- Gur prices improved on Wednesday as speculators quoted higher gur prices in mandi but very few sale has witnessed as reported today. However, considering weak demand and increasing stock position of gur in cold storages, prices should fall in the coming days.
- Around 1370000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 9th April 2012 which are 82000 bags higher compared to last year same period stock position of gur.
- Meanwhile, Kolhus are getting cane in the regions where mills closed or are in process of closing in UP. It is noticeable that Kolhus are paying Rs 220-225 per quintal as cane payment to the farmers at present.
- Kolhus are still crushing cane and making gur as they still find parity in making gur from cane. It is noticeable that gur prices came down sharply from 2600 to 2400 per quintal for Chaku variety in Muzaffar nagar market.

Outlook:

Sugar prices are moving up owing to good summer demand throughout the country. However, prices of gur should crash in the coming days owing to lesser demand and moderate arrivals.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Apr-12	-4.00	2761.00	2770.00	2750.00	2757.00
May-12	-7.00	2831.00	2833.00	2815.00	2819.00
June-12	-8.00	2896.00	2898.00	2886.00	2888.00

Contract	Volume	Change	OI	Change
Apr-12	5010	-3850	33520	-1570
May-12	4980	-2100	32330	-250
June-12	1600	-920	14800	760

Spread	Apr-12	May-12	June-12
Basis	143		
Apr-12		62	131
May-12			69

Stocks	Demat	In-Process	Total	FED
	10-04-12	10-04-12	10-04-12	09-04-12
Kolhapur M	2706	0	2706	2706
Kolhapur S	20585	1799	23291	20046
Sangli S	160	0	160	160

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
May-12	628.2	629.3	616.6	621	-11.9
Aug-12	619.9	621.7	610.9	614.8	-8.6
Oct-12	626.3	626.8	617.1	620.7	-8.6

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	-13.00	1194.00	1201.00	1176.50	1180.00
Sept-12	-13.00	1213.00	1217.00	1195.00	1197.00
Nov-12	-4.00	1080.00	1088.00	1078.00	1082.50

Contract	Volume	Change	OI	Change
July-12	7690	-4200	13240	260
Sept-12	750	-1210	3960	20
Nov-12	220	220	180	20

Spread	July-12	Sept-12	Nov-12
Basis	-100		
July-12		17	-97.5
Sept-12			-114.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
May-12	24.51	24.58	23.8	23.87	-0.56
July-12	23.75	23.75	23.1	23.16	-0.45
Oct-12	23.94	24.01	23.42	23.49	-0.41

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	542.75	-13.00
Raw Sugar C&F (\$/MT)	Black Sea	579.75	-13.00
Sugar White FOB (\$/MT)	Santos Port	637.25	-13.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
May'12/May'12	102.25	2.75
Aug'12/Jul'12	107	-1
Oct'12/Oct'12	94	0.75

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	24.48	Unch
Brazil Anhydrous	21.33	Unch
Brazil Hydrous	21.4	Unch

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		11-4-2012	10-4-2012	
Sugar	Delhi - Grade M	3030	3025	+5
	Delhi - Grade S	2990	2990	Unch
	Delhi - Grade L	3050	3045	+5
	UP- Khatuali Grade M	3040	3035	+5
	UP- Ramala Grade M	2955	2955	Unch
	Mumbai –Grade M	3111	3101	+10
	Mumbai –Grade S	2930	2941	-11
	Kolhapur – Grade M	2900	2900	Unch
	Kolhapur – Grade S	2800	2800	Unch
	Vijayawada – Grade M	3200	3200	Unch
	Vijayawada- Grade S	3100	3100	Unch
	Nagpur – Grade S	3030	3000	+30
	Kolkata – Grade M	3070	3060	+10
	Chennai - Grade S	2875	2820	+55

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	11-4-2012	10-4-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2700	2450	+250
	Khurpa	2375	2325	+50
	Laddu	2500	2400	+100
	Rascut	2350	2300	+50
Maharashtra	Lal Variety	2600	2600	Unch
Bangalore	Achhu	2700	2700	Unch
	Mudde	2830	2830	Unch
Belgaum	Mudde	2600	-	-
Belthangadi	Yellow (Average)	3100	3100	Unch
Bijapur	Achhu	-	2300	-
Gulbarga	Other (Average)	2325	2325	Unch
Mahalingapura	Penti (Average)	2470	2470	Unch
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2300	2250	+50
	Other (Medium)	2300	2300	Unch
	Yellow (Medium)	2350	2300	+50
Shimoga	Achhu (Average)	2425	2425	Unch

UP Private Mills Tender Rates				
Centre	Origin/Grade	11-4-2012	10-4-2012	Change
Dorala	M-30	2950	2950	Unch
Mawana	M-30	2955	2955	Unch
Modinagar	M-30	2845	2845	Unch
Malakpur	M-30	2825	2825	Unch
Simbholi	M-30	3020	3020	Unch
Asamoli	M-30	2970	2970	Unch
Dhanora	M-30	2945	2945	Unch
Dhampur	M-30	2920	2920	Unch
Kinnoni	M-31	3080	3080	Unch
Budhana	M-31	3000	3000	Unch
Thanabhavan	M-31	2990	2990	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	11-4-2012	10-4-2012	Change
Morna	M-30	2890	2890	Unch
Nanotha	M-30	2870	2870	Unch
Nazibabad	M-30	2860	2860	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2900	2900	Unch
Amroha	M-30	2900	2900	Unch
Chandpur	M-30	2890	2890	Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	10-4-2012	09-4-2012	Change
Baghpat	M-30	2890	2890	Unch
Gajraula	M-30	2860	2860	Unch
BulandShahar	M-30	2930	2930	Unch
Anupshahar	M-30	2870	2870	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	10-04-2012
JAWAHAR	S2.PP	2783
	M1.PP	2890
DATT SHIROL	S1.PP	2775
VRIDHESHWAR	S1.PP	2827
	M.JB	2935
BHOGAWATI	S1.PP	2768
	M.PP	2868
KOLPEWADI	S1.JB	2932
	M.JB	2965
LOKNETE	S.PP	2741
	M.PP	2798
SHREEPUR	S1.PP	2819
	M.PP	2919
PUSHPA (NANDUBAR)	S.PP-JB	2870.00-2880.00
	M.JB	2970.00 OPEN

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