

Sugar & Gur Domestic & International Fundamentals:

- Steady to firm sentiments prevailed in various sugar spot markets on Friday. Improved demand from retailers and increased sugar holding from stockiest led the sugar prices higher compared to prior day.
- Gujarat mills produce 9.75 lac tons of sugar after crush 91.85 lac tons of cane with an average recovery of 10.61% till 7th April 2012. Recent sugar production figures from Gujarat is 6% lower compared to last year same period. It is noticeable that around 8 mills are still crushing cane and will stop its cane crushing operations with in a week as reported. Gujarat state government estimate 10.29 lac tons of sugar production in this Marketing year. (Source: Sugar Commissionerate)
- Government issued 914615 tons sugar exports release orders so far in the second tranche of 1 million tons exports.
- Mexico's sugar exports is expected to fall by 24% Y-o-Y in 2011-12 and might stood at 1.1 million tons
- UNICA forecast 509 million cane output from Brazil's CS crop which is higher from 493.2 million tons in 2011-12. As far as sugar production is concerned, UNICA estimate CS region will produce 33.7 million tons of sugar in 2012-13 which is higher from 31.7 million tons in 2011-12. However, UNICA sugar and cane output estimates are pretty much lesser compared to Conab, Data Agro and Job Economia as reported. Unica also spread its concern over growth of cane crop as dry weather in the month of Feb-Mar hamper the growth.
- Thai sugar premium steady this week as reported.
- Recent rains in Muzaffar nagar market bound the traders to get the gur quotes today. Meanwhile, 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.
- 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 | -21.00 | 2787.00 | 2794.00 | 2758.00 | 2763.00 |
| May-12 | -4.00 | 2842.00 | 2851.00 | 2832.00 | 2837.00 |
| June-12 | -3.00 | 2919.00 | 2922.00 | 2901.00 | 2907.00 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| Apr-12 | 7820 | -6600 | 22960 | -2760 |
| May-12 | 10300 | -790 | 36460 | 630 |
| June-12 | 3590 | -880 | 16680 | 890 |

| Spread | Apr-12 | May-12 | June-12 |
|--------|--------|--------|---------|
| Basis | 137 | | |
| Apr-12 | | 74 | 144 |
| May-12 | | | 70 |

| Stocks | Demat | In-Process | Total | FED |
|------------|----------|------------|----------|----------|
| | 12-04-12 | 12-04-12 | 12-04-12 | 09-04-12 |
| Kolhapur M | 2392 | 0 | 2392 | 2706 |
| Kolhapur S | 21284 | 900 | 22184 | 20046 |
| Sangli S | 160 | 0 | 160 | 160 |

LIFFE Sugar Futures (In US\$/MT)

| Contract | Open | High | Low | Close | +/- |
|----------|-------|-------|-------|-------|-----|
| Aug-12 | 619.5 | 625 | 617 | 624 | 5.2 |
| Oct -12 | 614.3 | 618.3 | 610.7 | 617.4 | 4.5 |
| Dec -12 | 620.9 | 623.7 | 616.6 | 623.3 | 4.4 |

NCDEX Gur Futures:

| Contract | +/- | Open | High | Low | Close |
|----------|-------|---------|---------|---------|---------|
| July-12 | 13.00 | 1204.00 | 1220.00 | 1204.00 | 1212.00 |
| Sept-12 | 9.50 | 1232.00 | 1236.50 | 1220.00 | 1227.00 |
| Nov-12 | 14.00 | 1098.00 | 1105.00 | 1098.00 | 1104.00 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| July-12 | 9640 | 4810 | 13000 | -160 |
| Sept-12 | 1190 | 510 | 4060 | 100 |
| Nov-12 | 50 | 30 | 150 | -20 |

| Spread | July-12 | Sept-12 | Nov-12 |
|---------|---------|---------|--------|
| Basis | | | |
| July-12 | | | |
| Sept-12 | | | |

ICE Sugar Futures (In Cents/Pound)

| Contract | Open | High | Low | Close | +/- |
|----------|-------|-------|-------|-------|------|
| May-12 | 24.04 | 24.33 | 23.9 | 24.22 | 0.27 |
| July -12 | 23.25 | 23.58 | 23.15 | 23.52 | 0.3 |
| Oct-12 | 23.54 | 23.85 | 23.43 | 23.81 | 0.27 |

Brazil Sugar Quotes (Kingsman US\$/MT)

| Commodity | Place | Price | Change |
|-------------------------|-------------|--------|--------|
| Raw Sugar FOB (\$/MT) | Santos Port | 546.75 | +2.75 |
| Raw Sugar C&F (\$/MT) | Black Sea | 583.75 | +2.75 |
| Sugar White FOB (\$/MT) | Santos Port | 641.25 | +2.50 |

Brazil White Sugar Premium (US\$/MT)

| Contract | Close | +/- |
|---------------|-------|------|
| May'12/May'12 | 100 | 0.5 |
| Aug'12/Jul'12 | 106.5 | 0.75 |
| Oct'12/Oct'12 | 94 | 0 |

Brazil Sugar/ Ethanol Prices (In Cents/lb)

| Commodity | Price | Change |
|-----------------------|-------|--------|
| Brazil Domestic Sugar | 24.56 | -0.01 |
| Brazil Anhydrous | 21.25 | 0.01 |
| Brazil Hydrous | 21.29 | 0.02 |

Sugar and Gur Prices at Key Spot Markets:

| Commodity | Centre | Prices (Rs/Qtl) | | Change |
|-----------|----------------------|-----------------|-----------|--------|
| | | 13-4-2012 | 12-4-2012 | |
| Sugar | Delhi - Grade M | 3050 | 3040 | +10 |
| | Delhi - Grade S | 3020 | 3000 | +20 |
| | Delhi - Grade L | 3070 | 3060 | +10 |
| | UP- Khatuali Grade M | 3020 | 3050 | -30 |
| | UP- Ramala Grade M | 2980 | 2975 | +5 |
| | Mumbai –Grade M | 3101 | 3101 | Unch |
| | Mumbai –Grade S | 2920 | 2918 | +2 |
| | Kolhapur – Grade M | 2900 | 2900 | Unch |
| | Kolhapur – Grade S | 2800 | 2800 | Unch |
| | Vijayawada – Grade M | 3220 | 3200 | +20 |
| | Vijayawada- Grade S | 3120 | 3100 | +20 |
| | Nagpur – Grade S | 3050 | 3030 | +20 |
| | Kolkata – Grade M | - | - | - |
| | Chennai - Grade S | | 2875 | Unch |

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

| Gur Spot Prices (Rs/Qtl) | | | | |
|--------------------------|---------------------|-----------|-----------|--------|
| Markets | Variety | 13-4-2012 | 12-4-2012 | Change |
| Muzaffar Nagar | Chaku (New Arrival) | - | 2450 | - |
| | Khurpa | - | 2360 | - |
| | Laddu | - | 2435 | - |
| | Rascut | - | 2325 | - |
| Maharashtra | Lal Variety | 2650 | 2600 | +50 |
| Bangalore | Achhu | 2700 | - | - |
| | Mudde | 2800 | - | - |
| Belgaum | Mudde | - | - | - |
| Belthangadi | Yellow (Average) | 3100 | - | - |
| Bijapur | Achhu | 2300 | - | - |
| Gulbarga | Other (Average) | 2410 | - | - |
| Mahalingapura | Penti (Average) | 2580 | - | - |
| Mandya | Achhu (Medium) | - | - | - |
| | Kurikatu (Medium) | - | - | - |
| | Other (Medium) | - | - | - |
| | Yellow (Medium) | - | - | - |
| Shimoga | Achhu (Average) | 2400 | - | - |

| UP Private Mills Tender Rates | | | | |
|-----------------------------------|--------------|-----------|-----------|--------|
| Centre | Origin/Grade | 13-4-2012 | 12-4-2012 | Change |
| Dorala | M-30 | 3010 | 2950 | 60 |
| Mawana | M-30 | 3015 | 2955 | 60 |
| Modinagar | M-30 | 2990 | 2845 | 145 |
| Malakpur | M-30 | 2970 | 2825 | 145 |
| Simbholi | M-30 | 3080 | 3020 | 60 |
| Asamoli | M-30 | 3060 | 2970 | 90 |
| Dhanora | M-30 | 3030 | 2945 | 85 |
| Dhampur | M-30 | 2980 | 2920 | 60 |
| Kinnoni | M-31 | 3130 | 3080 | 50 |
| Budhana | M-31 | 3050 | 3000 | 50 |
| Thanabhavan | M-31 | 3030 | 2990 | 40 |
| UP Government Mills Tender Rates | | | | |
| Centre | Origin/Grade | 13-4-2012 | 12-4-2012 | Change |
| Morna | M-30 | 2940 | 2890 | 50 |
| Nanotha | M-30 | 2910 | 2870 | 40 |
| Nazibabad | M-30 | 2910 | 2860 | 50 |
| Ramlaxman | M-30 | - | - | - |
| Sakoti | M-30 | 2940 | 2900 | 40 |
| Amroha | M-30 | 2960 | 2900 | 60 |
| Chandpur | M-30 | 2940 | 2890 | 50 |
| UP Cooperative Mills Tender Rates | | | | |
| Centre | Origin/Grade | 13-4-2012 | 12-4-2012 | Change |
| Baghpat | M-30 | 2940 | 2890 | 50 |
| Gajraula | M-30 | 2920 | 2860 | 60 |
| BulandShahar | M-30 | 2960 | 2930 | 30 |
| Anupshahar | M-30 | 2920 | 2870 | 50 |

| Maharashtra Cooperative Mills Tender Prices | | |
|---|--------------|-----------------|
| Centre | Origin/Grade | 4/12/2012 |
| BHAIRAVANATH VITTHAL | S1.PP | 2785.00-2791.00 |
| BHAIRAVANATH SONERI | S.JB | 2785.00-2794.00 |
| DATT SHIROL | S.PP | 2790 |
| MADHA | S.PP | 2758 |
| | M.PP | 2810 |
| MAKAI | M.PP | 2823 |
| ADINATH | S.PP | 2770 |
| SHRIGONDA | S.PP | 2775 |
| SANGAMNER | S1.JB | 2883 |
| | M.JB | 2951 |

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