

## Sugar & Gur Domestic & International Fundamentals:

- Sugar prices moved up in various key spot markets on Tuesday as good demand and firm international prices support the spot prices.
- Government is likely to consider increasing sugarcane FRP prices soon. Recently, CACP has proposed 18% hike in sugarcane prices to Rs 170.65 per quintal for this season.
- Meanwhile, as per government sowing figures, Sugarcane has been planted in 48.61 lakh hectare as compared to 47.61 lakh hectare last year till 4<sup>th</sup> May 2012. It is 1.00 lakh hectare more than last year. Normal area for sugarcane cropping is 47.45 lakh hectare.
- Gur prices improved today for Chaku gur owing to moderate demand and arrivals.
- Farmers to kolhus could increase the supply of gur in the mandi as expected that might pressurize the prices of gur in the coming days.
- Around 1407000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 7<sup>th</sup> May 2012 which are 26000 bags higher compared to last year same period stock position of gur. Out of total gur stock position, there are around 982,000 of Chaku variety gur stored in Cold storage which are 65000 bags higher compared to previous same period

## Outlook:

Sugar prices surge on change in export policies by government. We expect prices to move up in spot markets. However, improved cane availability for making gur and higher gur prices gives parity for kolhus makers for making gur which will increase the arrivals of gur in the mandi in the coming days.

### NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
May-12	5.00	2914.00	2922.00	2909.00	2920.00
June-12	9.00	2950.00	2952.00	2935.00	2948.00
July-12	11.00	2960.00	2980.00	2960.00	2979.00

Contract	Volume	Change	OI	Change
May-12	7080	-8350	53640	-460
June-12	5790	-2190	28490	1950
July-12	1210	-250	7130	430

Spread	May-12	June-12	July-12
Basis	35		
May-12		24	51
June-12			27

Stocks	Demat 07-05-12	In-Process 07-05-12	Total 07-05-12	FED 07-05-12
Kolhapur M	1905	0	1905	1905
Kolhapur S	18764	0	18764	18764
Sangli S	160	0	160	160

### LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12	560.7	569	559.5	566.1	6.3
Oct -12	556.4	564	556.4	560.3	4.6
Dec -12	564.5	572.2	564.5	567.9	4

### NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	-1.00	1201.00	1206.50	1196.00	1200.50
Sept-12	-2.50	1235.00	1236.00	1227.00	1231.00
Nov-12	-	-	-	-	-

Contract	Volume	Change	OI	Change
July-12	2500	-1290	13500	-140
Sept-12	840	500	5080	170
Nov-12	0	0	170	0

Spread	July-12	Sept-12	Nov-12
Basis	-123.5		
July-12		30.5	-132.5
Sept-12			-163

### ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Jul-12	20.81	21.17	20.7	21.05	0.24
Oct-12	21.28	21.47	21.07	21.38	0.2
Mar-13	21.9	22.26	21.88	22.19	0.2

## Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	465.00	1.75
Raw Sugar C&F (\$/MT)	Black Sea	506.00	1.75
Sugar White FOB (\$/MT)	Santos Port	565.50	1.75

## Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'12/Jul'12	106.75	2.25
Oct'12/Oct'12	93.5	2.5
Dec'12/Oct'12	100.75	1.75

## Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	21.48	0.08
Brazil Anhydrous	20.15	0.6
Brazil Hydrous	19.55	0.29

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		08-5-2012	07-5-2012	
Sugar	Delhi - Grade M	3170	3140	+30
	Delhi - Grade S	3110	3100	+10
	Delhi - Grade L	3190	3160	+30
	UP- Khatauli Grade M	3150	3095	+55
	UP- Ramala Grade M	3070	3070	Unch
	Mumbai –Grade M	3151	3141	+10
	Mumbai –Grade S	2971	2946	+25
	Kolhapur – Grade M	2950	2950	Unch
	Kolhapur – Grade S	2850	2850	Unch
	Vijayawada – Grade M	3300	3270	+30
	Vijayawada- Grade S	3200	3170	+30
	Nagpur – Grade S	3060	3040	+20
	Kolkata – Grade M	3180	-	-
	Chennai - Grade S	2920	2920	Unch

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

## Gur Spot Prices (Rs/Qtl)

Markets	Variety	08-5-2012	07-5-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2750	2700	+50
	Khurpa	2600	2650	-50
	Laddu	2925	2925	Unch
	Rascut	2550	2600	-50
Maharashtra	Lal Variety	2900	2900	Unch
Bangalore	Achhu	2700	2700	Unch
	Mudde	2800	2800	Unch
Belgaum	Mudde	-	2700	-
Belthangadi	Yellow (Average)	-	3100	-
Bijapur	Achhu	-	2500	-
Gulbarga	Other (Average)	-	2325	-
Mahalingapura	Penti (Average)	2740	2680	+60
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	-	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	08-5-2012	07-5-2012	Change
Dorala	M-30	3090	3060	+30
Mawana	M-30	3095	3075	+20
Modinagar	M-30	3065	3060	+5
Malakpur	M-30	3050	3035	+15
Simbholi	M-30	3190	3230	-40
Asamoli	M-30	3190	3200	-10
Dhanora	M-30	3090	3080	+10
Dhampur	M-30	3060	3060	Unch
Kinnoni	M-31	3290	3270	+20
Budhana	M-31	3120	3110	+10
Thanabhavan	M-31	3110	3100	+10

UP Government Mills Tender Rates				
Centre	Origin/Grade	08-5-2012	07-5-2012	Change
Morna	M-30	3020	3020	Unch
Nanotha	M-30	3005	3000	+5
Nazibabad	M-30	3000	3000	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	3020	3010	+10
Amroha	M-30	3050	3030	+20
Chandpur	M-30	3030	3020	+10

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	08-5-2012	07-5-2012	Change
Baghpat	M-30	3020	3020	Unch
Gajraula	M-30	3000	3000	Unch
BulandShahar	M-30	3065	3040	+25
Anupshahar	M-30	3000	3000	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	07-05-2012
SHRIGONDA	S.PP	2835
	S.JB	2880
AADINATH	S/30	2809.00-2811.00
SAHYADRI	S2.PP	2838

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