

Sugar & Gur Domestic & International Fundamentals:

- Mixed sentiments recorded in key spot markets of sugar on Saturday as markets could not find adequate cues to decide the prices either side.
- Maharashtra sugar production may decline to 8 million tons in 2012-13 from 2011-12 sugar production estimate of 8.9 million tons. According to News sources. Main reason for decline is the drop of cane acreage to 9 lac hectares from 1.022 million hectares this year. Decline in acreage of sugarcane in Maharashtra is due to the area diversion towards soybean due to good remuneration. Also, lesser irrigation facilities became the main reason for decline.
- A sugar cargo of around 15000 tons is loading at Vessel named Golden Bridge at Mumbai Port and is expected to complete on 15th May 2012.
- ISO raises global sugar surplus forecast to 6.5 million tons for the current season ending Sept 3 2012 which is 25% up from its previous estimates. Earlier, ISO estimate 5.2 million tons of global sugar surplus for the current season in February.
- Sugar demand is good from Kolhapur market at present. Weekly around 30 rakes of sugar has moved from Kolhapur market as reported. Rakes business of sugar has been witnessed to buyers from Punjab, Haryana, Delhi and Kolkata.
- Gur prices steady today for Chaku gur. It is noticeable that gur prices are hovering near to Rs 1080 per 40 kg as reported.
- Around 1407000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 7th 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	41.00	2910.00	2953.00	2910.00	2953.00
June-12	-2.00	2918.00	2928.00	2909.00	2914.00
July-12	-7.00	2940.00	2948.00	2936.00	2937.00

Contract	Volume	Change	OI	Change
May-12	18250	1060	47310	-3150
June-12	6390	-4860	29860	500
July-12	1550	-1420	7900	150

Spread	May-12	June-12	July-12
Basis	-3		
May-12		-39	-16
June-12			23

Stocks	Demat 11-05-12	In-Process 11-05-12	Total 11-05-12	FED 07-05-12
Kolhapur M	1905	0	1905	1905
Kolhapur S	18856	0	18856	18764
Sangli S	160	0	160	160

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12	553.6	560.5	553.1	555.8	-2
Oct -12	548.4	553.8	547	549	-3.1
Dec -12	557.9	562.9	556.7	558.9	-2.2

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	-6.00	1187.00	1187.00	1175.50	1182.50
Sept-12	-10.50	1220.00	1220.00	1201.00	1207.00
Nov-12	-15.50	1050.00	1050.00	1050.00	1050.00

Contract	Volume	Change	OI	Change
July-12	4050	-950	13690	580
Sept-12	780	240	4760	-20
Nov-12	10	0	170	0

Spread	July-12	Sept-12	Nov-12
Basis	-102.5		
July-12		24.5	-132.5
Sept-12			-157

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Jul-12	20.35	20.58	20.19	20.22	-0.23
Oct-12	20.8	20.92	20.58	20.62	-0.21
Mar-13	21.62	21.85	21.5	21.54	-0.15

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	450.50	
Raw Sugar C&F (\$/MT)	Black Sea	491.50	
Sugar White FOB (\$/MT)	Santos Port	551.75	

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'12/Jul'12	109.75	3
Oct'12/Oct'12	94.25	1.5
Dec'12/Oct'12	103.75	2

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	21.33	-0.03
Brazil Anhydrous	19.77	0
Brazil Hydrous	19.18	0

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		12-5-2012	11-5-2012	
Sugar	Delhi - Grade M	3160	3170	-10
	Delhi - Grade S	3120	3120	Unch
	Delhi - Grade L	3190	3190	Unch
	UP- Khatauli Grade M	3180	3160	+20
	UP- Ramala Grade M	3070	3080	-10
	Mumbai –Grade M	3156	3161	-5
	Mumbai –Grade S	3001	2991	+10
	Kolhapur – Grade M	2950	2950	Unch
	Kolhapur – Grade S	2850	2850	Unch
	Vijayawada – Grade M	3320	3320	Unch
	Vijayawada- Grade S	3220	3220	Unch
	Nagpur – Grade S	3100	3100	Unch
	Kolkata – Grade M	-	3200	-
	Chennai - Grade S	2920	2920	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	12-5-2012	11-5-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2700	2700	Unch
	Khurpa	2650	2650	Unch
	Laddu	2825	2850	-25
	Rascut	2575	2575	Unch
Maharashtra	Lal Variety	2925	2925	Unch
Bangalore	Achhu	-	2700	-
	Mudde	-	3000	-
Belgaum	Mudde	-	2700	-
Belthangadi	Yellow (Average)	-	3100	-
Bijapur	Achhu	-	2350	-
Gulbarga	Other (Average)	-	2325	-
Mahalingapura	Penti (Average)	-	2760	-
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	-	2475	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	12-5-2012	11-5-2012	Change
Dorala	M-30	3090	3090	Unch
Mawana	M-30	3095	3095	Unch
Modinagar	M-30	3065	3065	Unch
Malakpur	M-30	3050	3050	Unch
Simbholi	M-30	3190	3190	Unch
Asamoli	M-30	3190	3190	Unch
Dhanora	M-30	3090	3090	Unch
Dhampur	M-30	3060	3060	Unch
Kinnoni	M-31	3290	3290	Unch
Budhana	M-31	3120	3120	Unch
Thanabhavan	M-31	3110	3110	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	12-5-2012	11-5-2012	Change
Morna	M-30	3020	3020	Unch
Nanotha	M-30	3005	3005	Unch
Nazibabad	M-30	3000	3000	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	3020	3020	Unch
Amroha	M-30	3050	3050	Unch
Chandpur	M-30	3030	3030	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	12-5-2012	11-5-2012	Change
Baghpat	M-30	3020	3020	Unch
Gajraula	M-30	3000	3000	Unch
BulandShahar	M-30	3065	3065	Unch
Anupshahar	M-30	3000	3000	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	5/11/2012
SIDDHESHWAR	S.PP	2843.00 OPEN

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