

Sugar & Gur Domestic & International Fundamentals:

- Sugar prices declined in various sugar spot markets on Tuesday. Imposition of new export norms over sugar exports spread the bearishness in the prices today.
- India has tightened sugar export norms to curb sharp hike in prices of sugar. According to recent export norms, exporter has to register export contracts with DGFT and an exporter can only submit one application at a time with maximum sugar export quantity of 10000 MT. Exporters also have to ship the permitted quantity within 30 days of the issue of permit. If exporters fail to ship the permit quantity in the given time then he may be debared for further sugar export registration process.
- LIFFE sugar prices rebound from oversold region. However this bullish is for very short term as continuous arrivals of sugar from Brazil may offset the short term bullishness in LIFFE.
- Gur prices declined today for Chaku gur over mounting gur stock position of gur in various cold storages in UP.
- Around 1415000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 14th May 2012 which are 50000 bags higher compared to last year same period stock position of gur. Out of total gur stock position, there are around 949,000 of Chaku variety gur stored in Cold storage which are 36000 bags higher compared to previous same period

Outlook:

Sugar fundamentals are bullish in spot markets for medium term supported by increasing sugar demand in summer season and recent decision by government to allow free sugar exports, However, declining international sugar prices might offset the bullish impact of sugar upto some extent. However, gur prices not seem to move up for short term considering mounting gur stock position.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
May-12	-4.00	2947.00	2960.00	2945.00	2950.00
June-12	-3.00	2905.00	2910.00	2894.00	2899.00
July-12	2.00	2925.00	2938.00	2920.00	2926.00

Contract	Volume	Change	OI	Change
May-12	2710	-2760	43670	-2390
June-12	4710	900	28360	-1540
July-12	2760	1870	9050	1140

Spread	May-12	June-12	July-12
Basis	0		
May-12		-51	-24
June-12			27

Stocks	Demat	In-Process	Total	FED
	14-05-12	14-05-12	14-05-12	14-05-12
Kolhapur M	1905	0	1905	1905
Kolhapur S	18856	0	18856	18856
Sangli S	160	0	160	160

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12	554.6	558.1	553.1	557.1	1.3
Oct -12	548.5	550.3	546.1	549.3	0.3
Dec -12	558.6	560.2	556.1	559.5	0.6

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	1.50	1168.00	1171.50	1162.00	1168.00
Sept-12	-0.50	1196.50	1196.50	1186.00	1190.50
Nov-12	-4.50	1050.00	1050.00	1018.00	1040.50

Contract	Volume	Change	OI	Change
July-12	3430	-610	12530	-670
Sept-12	900	70	4530	-120
Nov-12	50	30	180	0

Spread	July-12	Sept-12	Nov-12
Basis	-98		
July-12		22.5	-127.5
Sept-12			-150

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Jul-12	20.18	20.29	20.07	20.27	0.05
Oct-12	20.59	20.66	20.5	20.65	0.03
Mar-13	21.56	21.58	21.45	21.55	0.01

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	455.00	+7.00
Raw Sugar C&F (\$/MT)	Black Sea	496.00	+7.00
Sugar White FOB (\$/MT)	Santos Port	551.75	+7.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'12/Jul'12	111	1.25
Oct'12/Oct'12	95	0.75
Dec'12/Oct'12	104	0.25

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	21.45	0.12
Brazil Anhydrous	20.21	0.44
Brazil Hydrous	19.12	-0.06

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		15-5-2012	14-5-2012	
Sugar	Delhi - Grade M	3170	3170	Unch
	Delhi - Grade S	3120	3120	Unch
	Delhi - Grade L	3190	3195	-5
	UP- Khatauli Grade M	3150	3170	-20
	UP- Ramala Grade M	3080	3080	Unch
	Mumbai –Grade M	3161	3161	Unch
	Mumbai –Grade S	2986	3001	-15
	Kolhapur – Grade M	2950	2975	-25
	Kolhapur – Grade S	2850	2875	-25
	Vijayawada – Grade M	3320	3320	Unch
	Vijayawada- Grade S	3220	3220	Unch
	Nagpur – Grade S	3100	3100	Unch
	Kolkata – Grade M	3220	-	-
	Chennai - Grade S	2920	2920	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	15-5-2012	14-5-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2675	2688	-13
	Khurpa	2575	2675	-100
	Laddu	2800	2813	-13
	Rascut	2540	2588	-48
Maharashtra	Lal Variety	2925	2925	Unch
Bangalore	Achhu	2700	2700	Unch
	Mudde	3000	3000	Unch
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	-	3100	-
Bijapur	Achhu	2520	2500	+20
Gulbarga	Other (Average)	2350	2325	+25
Mahalingapura	Penti (Average)	2700	2740	-40
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	2450	2490	-40

UP Private Mills Tender Rates				
Centre	Origin/Grade	15-5-2012	14-5-2012	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	15-5-2012	14-5-2012	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	15-5-2012	14-5-2012	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	14-05-2012
SADASHIV	S.JB	2856.00-2861.00
	M.JB	2892.00-2905.00
RAHURI	S1.PP-JB	2865.00-2992.00
	M.JB	3030
AKLUJ	S1.JK	2868.00-2873.00
	M/30	2908
GHODGANGA	S.PP	2857
KOLPEWADI	S.PP	2865
WARANA	S1.PP	2868
SHARAD	S1.PP	2853
	M.PP	2918

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