

Sugar & Gur Domestic & International Fundamentals:

- Sugar prices moved steady to weak in today trading session.
- Datagro sees decline in Brazilian sugar output to 32.71 million tons in 2012-13 in its second update on harvest from 33.88 million tons sugar production estimate in March. Drought situation and lower yields are the major influencing factors for decline in sugar output. Apart from this, forecaster Somar expect that continuous rainfall is slowing the progress of Brazil's cane harvest and can affect the overall output.
- Plantation of sugarcane crop in Bihar is encouraging and around 20-25% area has increased in Bihar for sugarcane for 2012-13..
- Gur prices improved today for Chaku gur owing to decline in arrivals in the benchmark mandi compared to prior day.
- 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	65.00	2960.00	3017.00	2960.00	3017.00
June-12	-11.00	2929.00	2930.00	2905.00	2910.00
July-12	-9.00	2945.00	2945.00	2928.00	2930.00

Contract	Volume	Change	OI	Change
May-12	6030	190	39480	-1610
June-12	5760	-2080	26130	-600
July-12	1490	-370	10170	360

Spread	May-12	June-12	July-12
Basis	2		
May-12		-26	-7
June-12			19

Stocks	Demat	In-Process	Total	FED
	17-05-12	17-05-12	17-05-12	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	580	581	573.6	577.5	0.8
Oct -12	561	561	555	559.2	0.4
Dec -12	567.3	567.8	563.3	567.1	0.7

NCDEX Gur Futures:					
Contract	+/-	Open	High	Low	Close
July-12	-0.50	1157.00	1162.00	1152.00	1159.00
Sept-12	4.50	1180.00	1184.00	1175.00	1183.50
Nov-12					

Contract	Volume	Change	OI	Change
July-12	5310	1350	13320	640
Sept-12	1030	190	4440	-30
Nov-12	60	30	170	10

Spread	July-12	Sept-12	Nov-12
Basis	-87		
July-12		-40	-127
Sept-12			-87

ICE Sugar Futures (In Cents/Pound)					
Contract	Open	High	Low	Close	+/-
Jul-12	20.85	20.93	20.61	20.86	0.13
Oct-12	21.15	21.24	20.94	21.18	0.12
Mar-13	22	22.07	21.81	22.03	0.12

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	451.25	
Raw Sugar C&F (\$/MT)	Black Sea	492.25	
Sugar White FOB (\$/MT)	Santos Port	548.00	

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'12/Jul'12	118	
Oct'12/Oct'12	93.25	
Dec'12/Oct'12	100.75	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	21.12	
Brazil Anhydrous	19.77	
Brazil Hydrous	18.7	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		18-5-2012	17-5-2012	
Sugar	Delhi - Grade M	3150	3150	Unch
	Delhi - Grade S	3100	3100	Unch
	Delhi - Grade L	3170	3170	Unch
	UP- Khatauli Grade M	3140	3140	Unch
	UP- Ramala Grade M	3050	3070	-20
	Mumbai –Grade M	3161	3161	Unch
	Mumbai –Grade S	2991	2991	Unch
	Kolhapur – Grade M	2975	2950	+25
	Kolhapur – Grade S	2875	2850	+25
	Vijayawada – Grade M	3320	3320	Unch
	Vijayawada- Grade S	3220	3220	Unch
	Nagpur – Grade S	3100	3100	Unch
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	2900	2900	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	18-5-2012	17-5-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2750	2675	+75
	Khurpa	2675	2600	+75
	Laddu	2840	2800	+40
	Rascut	2635	2700	-65
Maharashtra	Lal Variety	2925	2925	Unch
Bangalore	Achhu	2800	2800	Unch
	Mudde	3000	3000	Unch
Belgaum	Mudde	2600	2600	Unch
Belthangadi	Yellow (Average)	3150	3150	Unch
Bijapur	Achhu	2550	2530	+20
Gulbarga	Other (Average)	2300	2325	-25
Mahalingapura	Penti (Average)	2690	2740	-50
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	-	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	18-5-2012	17-5-2012	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	18-5-2012	17-5-2012	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	18-5-2012	17-5-2012	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	17-05-2012
DATT SHIROL	S1.PP	2858.00 OPEN
	M.PP	2868.00 OPEN
DWARDKADHISH	S.JB-S1.JB	2918.00-2938.00
	M.JB	3000
SANGAMNER	S1.JB	2925.00-2932.00
	M.JB	3000.00-3010.00
LOKNATE	S.PP	2831
	M.PP	2890
MADHA	S.PP	2825
	M.PP	2890
SOMESHWAR	S1.PP	2835
	M.PP	2905
KOLPEWADI	S/30	2865
	SUP S/30	2992
LBP	S.PP	2831
	M.PP	2868
AKLUJ	S1.JK	2870.00-2872.00
AADINATH	S.PP	2818.00-2825.00
KUKADI	S.PP	2855
SIDHENATH	S1.PP	2828.00 OPEN

	M.PP	2885.00 OPEN
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