

Sugar & Gur Domestic & International Fundamentals:

- Sugar prices moved up today in key spot markets on Wednesday owing to retail sugar demand.
- Good sugar demand witnessed in Kolhapur and Chennai. Tamil Nadu sugar mills have less sugar stocks at present and traders are not expecting further decline in sugar prices from prevailing quotes.
- Thai sugar premium declined to \$35 from \$40 per ton this week as thai exporters are facing stiff competition from India and Pakistan.
- Indian white sugar prices were quoted at \$530 per ton down from \$560 per ton quoted last week. Upcoming Ramadan festive season started from July onwards might help Indian millers to ship excess sugar surplus. It is notable that around 13.51 lac tons of sugar has been exported in the first half of this Marketing year and still there is around 2.5 million tons sugar exports potential in this year.
- Gur prices are steady today for Chaku variety gur in Muzaffar nagar mandi. However, demand is sluggish at present for gur which gives clear indication of price decline in the short to medium term.
- Around 1412000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 21st May 2012 which are 49000 bags higher compared to last year same period stock position of gur. Out of total gur stock position, there are around 948,000 of Chaku variety gur stored in Cold storage which are 37000 bags higher compared to previous year same period.

Outlook:

Sugar prices are moving for short term due to sluggish demand. However, with around 2.5 million tons of sugar yet to be export in this marketing year, we expect prices will rebound in the coming days. However, gur fundamentals show bearishness in the prices for medium term.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
June-12	-21.00	2843.00	2849.00	2826.00	2830.00
July-12	-32.00	2874.00	2879.00	2850.00	2854.00
Aug-12	-24.00	2900.00	2900.00	2877.00	2886.00

Contract	Volume	Change	OI	Change
June-12	10470	4060	27420	-1920
July-12	3860	1330	13100	380
Aug-12	1470	1190	3830	340

Spread	June-12	July-12	Aug-12
Basis	110		
June-12		24	56
July-12			32

Stocks	Demat 22-05-12	In-Process 22-05-12	Total 22-05-12	FED 21-05-12
Kolhapur M	1905	0	1905	1905
Kolhapur S	12682	0	12682	12682
Sangli S	160	0	160	160

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12	568	568.6	554	555.2	-13.5
Oct -12	551.3	551.3	539.1	540.7	-10.9
Dec -12	559	559	547.4	549.2	-10.3

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	-9.00	1137.00	1137.50	1122.50	1126.00
Sept-12	-12.50	1159.50	1161.00	1146.00	1149.00
Nov-12	-7.50	1025.00	1025.00	1020.00	1020.00

Contract	Volume	Change	OI	Change
July-12	4020	-4780	10900	-530
Sept-12	1270	-1510	5460	0
Nov-12	30	-20	220	0

Spread	July-12	Sept-12	Nov-12
Basis	-6		
July-12		23	-106
Sept-12			-129

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Jul-12	20.3	20.39	19.76	19.8	-0.58
Oct-12	20.67	20.75	20.18	20.2	-0.53
Mar-13	21.76	21.76	21.12	21.13	-0.5

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	118.75	-0.75
Oct'12/Oct'12	95.25	1.25
Dec'12/Oct'12	103.75	2.25

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	20.82	-0.25
Brazil Anhydrous	19.48	-0.27
Brazil Hydrous	18.14	-0.25

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		23-5-2012	22-5-2012	
Sugar	Delhi - Grade M	3140	3140	Unch
	Delhi - Grade S	3060	-	-
	Delhi - Grade L	3155	3150	+5
	UP- Khatauli Grade M	3120	3130	-10
	UP- Ramala Grade M	3000	3020	-20
	Mumbai –Grade M	3161	3161	Unch
	Mumbai –Grade S	2996	2986	+10
	Kolhapur – Grade M	2940	2925	+15
	Kolhapur – Grade S	2840	2825	+15
	Vijayawada – Grade M	3320	3320	Unch
	Vijayawada- Grade S	3220	3220	Unch
	Nagpur – Grade S	3050	3070	-20
	Kolkata – Grade M	3235	-	-
	Chennai - Grade S	2900	2900	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	23-5-2012	22-5-2012	Change
Muzaffar Nagar	Chaku	2800	2800	Unch
	Khurpa	2650	2625	+25
	Laddu	2775	2813	-38
	Rascut	2635	2650	-15
Maharashtra	Lal Variety	2950	-	-
Bangalore	Achhu	2800	2800	Unch
	Mudde	3000	3000	Unch
Belgaum	Mudde	2600	-	-
Belthangadi	Yellow (Average)	3150	3100	+50
Bijapur	Achhu	-	2650	-
Gulbarga	Other (Average)	2332	2325	+7
Mahalingapura	Penti (Average)	2740	2710	+30
Mandya	Achhu (Medium)	-	2400	-
	Kurikatu (Medium)	-	2250	-
	Other (Medium)	-	2300	-
	Yellow (Medium)	-	2350	-
Shimoga	Achhu (Average)	2650	2600	+50

UP Private Mills Tender Rates				
Centre	Origin/Grade	23-5-2012	22-5-2012	Change
Dorala	M-30	3065	3065	Unch
Mawana	M-30	3070	3070	Unch
Modinagar	M-30	3025	3025	Unch
Malakpur	M-30	3010	3010	Unch
Simbholi	M-30	3210	3210	Unch
Asamoli	M-30	3190	3190	Unch
Dhanora	M-30	3080	3080	Unch
Dhampur	M-30	2980	2980	Unch
Kinnoni	M-31	3240	3240	Unch
Budhana	M-31	3045	3045	Unch
Thanabhavan	M-31	3040	3040	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	23-5-2012	22-5-2012	Change
Morna	M-30	2970	2970	Unch
Nanotha	M-30	-	-	-
Nazibabad	M-30	2980	2980	Unch
Ramlaxman	M-30	3010	3010	Unch
Sakoti	M-30	2990	2990	Unch
Amroha	M-30	3065	3065	Unch
Chandpur	M-30	3070	3070	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	23-5-2012	22-5-2012	Change
Baghpat	M-30	2970	2970	Unch
Gajraula	M-30	2980	2980	Unch
BulandShahar	M-30	2970	2970	Unch
Anupshahar	M-30	2980	2980	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	22-05-2012
SHRIGONDA	S.JB	2868
SAHYADRI	S1.PP	2848.00 OPEN
	M.PP	2948.00 OPEN
SARVODAY	S1.JB	2848.00 OPEN
	M1.JB	2918.00 OPEN
WATEGAON	S1.PP	2838.00 OPEN
WALWA	S1.PP	2818.00 OPEN
CHOPDA	S.JB	2928
	M.JB	3028.00 OPEN
SANJIVANI	S.JB	2895
	M.JB	3015
ASHOK	S1.PP	2865.00-2868.00
	M.PP	2931.00-2945.00
VENKATESH	S.PP	2850
GHODGANGA	S.PP	2837

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