

Sugar & Gur Domestic & International Fundamentals:

- Mixed sentiments recorded in various sugar spot markets on Monday as markets could not find adequate cues to decide the prices either side.
- Demand in Chennai and Kolhapur market remained good as domestic buyers fulfill their sugar requirement at lower price levels as reported.
- Indian export prices declined this week due to decrease in spot sugar prices and Rupee has hit its all time low. Indian CIF prices to Indonesia ~585-646 are looking competitive compared to Thailand CIF prices especially from Chennai and Kolhapur. However, export parity still does not exist from UP market due to higher transportation and labor charges compared to other domestic sourcing centers.
- China imported 810,345 tonnes of sugar in January-April period, up 242.16 percent from a year ago.
- Gur prices declined today for Chaku gur in Muzaffar nagar market owing to higher arrivals compared to prior day. However, mounting stock position of gur in cold storages, and dull demand in summer season likely to depress the gur prices in the coming days.
- Meanwhile, arrivals of fresh gur is very marginal at present due to shortage of cane and after 7-8 days, gur stored in cold storages will be taken in use. However, gur stored in cold storage cant be carried out in the summer season due to its perishable nature in hotter state.
- 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. Prices are likely to move down in the coming days. However, gur fundamentals are showing bearishness in the prices for medium term.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
June-12	-13.00	2838.00	2838.00	2814.00	2825.00
July-12	-3.00	2832.00	2850.00	2832.00	2840.00
Aug-12	3.00	2865.00	2878.00	2862.00	2872.00

Contract	Volume	Change	OI	Change
June-12	5350	870	25690	-150
July-12	2420	290	15740	650
Aug-12	680	120	4170	90

Spread	June-12	July-12	Aug-12
Basis	100		
June-12		15	47
July-12			32

Stocks	Demat	In-Process	Total	FED
	26-05-12	26-05-12	26-05-12	21-05-12
Kolhapur M	1170	0	1170	1905
Kolhapur S	3142	0	3142	12682
Sangli S	160	0	160	160

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12					
Oct -12					
Dec -12					

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	-22.00	1141.50	1141.50	1114.00	1115.00
Sept-12	-16.50	1160.50	1165.00	1144.50	1146.00
Nov-12	-14.50	1025.00	1025.00	1004.50	1015.50

Contract	Volume	Change	OI	Change
July-12	8960	4690	13120	1470
Sept-12	2510	1970	5800	300
Nov-12	70	60	240	20

Spread	July-12	Sept-12	Nov-12
Basis	9		
July-12		31	-99.5
Sept-12			-130.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Jul-12					
Oct-12					
Mar-13					

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	436.25	
Raw Sugar C&F (\$/MT)	Black Sea	480.25	
Sugar White FOB (\$/MT)	Santos Port	544.00	

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'12/Jul'12	124.5	
Oct'12/Oct'12	96.25	
Dec'12/Oct'12	102.5	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	20.32	
Brazil Anhydrous	19.06	
Brazil Hydrous	17.75	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		28-5-2012	26-5-2012	
Sugar	Delhi - Grade M	3115	3100	+15
	Delhi - Grade S	3035	3070	-35
	Delhi - Grade L	3130	3115	+15
	UP- Khatauli Grade M	3110	3080	+30
	UP- Ramala Grade M	3030	3030	Unch
	Mumbai –Grade M	3136	3141	-5
	Mumbai –Grade S	2966	2976	-10
	Kolhapur – Grade M	2925	2900	+25
	Kolhapur – Grade S	2825	2800	+25
	Vijayawada – Grade M	3320	3320	Unch
	Vijayawada- Grade S	3220	3220	Unch
	Nagpur – Grade S	3060	3050	+10
	Kolkata – Grade M	-	3130	-
	Chennai - Grade S	2880	2880	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	28-5-2012	26-5-2012	Change
Muzaffar Nagar	Chaku	2810	2825	-15
	Khurpa	2750	2700	+50
	Laddu	3000	2975	+25
	Rascut	2640	2650	-10
Maharashtra	Lal Variety	2950	2950	Unch
Bangalore	Achhu	2800	2800	Unch
	Mudde	3000	3000	Unch
Belgaum	Mudde	2700	2700	Unch
Belthangadi	Yellow (Average)	3100	3100	Unch
Bijapur	Achhu	2538	2601	-63
Gulbarga	Other (Average)	2330	2325	+5
Mahalingapura	Penti (Average)	2740	-	-
Mandya	Achhu (Medium)	2400	2400	Unch
	Kurikatu (Medium)	2250	2250	Unch
	Other (Medium)	2350	2300	+50
	Yellow (Medium)	2350	2350	Unch
Shimoga	Achhu (Average)	2775	2800	-25

UP Private Mills Tender Rates				
Centre	Origin/Grade	28-5-2012	26-5-2012	Change
Dorala	M-30	3020	3020	Unch
Mawana	M-30	3040	3040	Unch
Modinagar	M-30	2990	2990	Unch
Malakpur	M-30	2975	2975	Unch
Simbholi	M-30	3170	3170	Unch
Asamoli	M-30	3140	3140	Unch
Dhanora	M-30	3060	3060	Unch
Dhampur	M-30	2965	2965	Unch
Kinnoni	M-31	3195	3195	Unch
Budhana	M-31	3010	3010	Unch
Thanabhavan	M-31	3005	3005	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	28-5-2012	26-5-2012	Change
Morna	M-30	2950	2950	Unch
Nanotha	M-30	-	-	-
Nazibabad	M-30	2940	2940	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2950	2950	Unch
Amroha	M-30	2970	2970	Unch
Chandpur	M-30	2960	2960	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	28-5-2012	26-5-2012	Change
Baghpat	M-30	2955	2955	Unch
Gajraula	M-30	2940	2940	Unch
BulandShahar	M-30	2990	2990	Unch
Anupshahar	M-30	2940	2940	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	28-05-2012
MADHA	S.PP	2792
	M/30	2855
SHRIGONDA	S.PP	2809.00-2810.00
	S.JB	2853.00-2854.00
SHREEPUR	S.PP	2810
	M.PP	2915
KUKADI	S.PP	2820
MAKAI	S.PP	2818.00 OPEN
LOKNATE	S.PP	2898
	M.PP	2848.00 OPEN
SIDHENATH	S1.PP	2793
	M.PP	2848
DAUND AGRO	S.JB	2870
	S1.PP	2845.00 OPEN
BHAVANI SANSAR	S.JB	2828
KUMBHI	S1.PP	2808
	M.PP	2928

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