

Sugar & Gur Domestic & International Fundamentals:

- Mixed sentiments recorded in various key spot markets on Thursday as markets could not find adequate cues to decide the prices either side.
- India produced 25.5 million tons of sugar in the period starting from October 1 to May 31st 2012; up by 8% compared to last year same period. ISMA
- Out of total sugar produced in India, Maharashtra mills contributed 8.96 million tons of sugar with an average recovery of 11.63%. Sugar produced by Maharashtra this season is 0.5% higher Y-o-Y.
- Bangladesh postponed its tender of 25000 tons of white sugar for a third time as officials sees Bangladesh has around 185000 tons of sugar stocks at present which is sufficient to meet Ramadan demand. It is notable that Bangladesh consumes 1.4 million tons of sugar annually. However, its annual production of sugar is 100000 tons which it normally imports from India, Brazil and Thailand.
- Gur market closed today due to Bharat Bandh.
- Meanwhile 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 are 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 likely to move range bound with firm tone 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	2.00	2820.00	2823.00	2813.00	2818.00
July-12	1.00	2835.00	2840.00	2830.00	2837.00
Aug-12	Unch	2870.00	2873.00	2866.00	2868.00

Contract	Volume	Change	OI	Change
June-12	1570	-1050	23910	-390
July-12	1150	-1560	18100	410
Aug-12	350	-260	4560	140

Spread	June-12	July-12	Aug-12
Basis			
June-12			
July-12			

Stocks	Demat 30-05-12	In-Process 30-05-12	Total 30-05-12	FED 28-05-12
Kolhapur M	490	0	490	1170
Kolhapur S	222	0	222	3142
Sangli S	160	0	160	160

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12	555.8	562	554.2	556.6	0.1
Oct -12	536.7	540.7	534.3	535.5	-1.7
Dec -12	543.3	546.8	541	542.6	-1.3

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	0.50	1113.00	1123.00	1113.00	1116.50
Sept-12	-0.50	1140.00	1148.50	1138.00	1141.00
Nov-12	-	-	-	-	-

Contract	Volume	Change	OI	Change
July-12	3300	-2190	11220	-820
Sept-12	1100	-500	5410	-270
Nov-12	0	-10	240	0

Spread	July-12	Sept-12	Nov-12
Basis			
July-12			
Sept-12			

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Jul-12	19.61	19.77	19.45	19.48	-0.05
Oct-12	20.01	20.11	19.81	19.83	-0.09
Mar-13	20.94	21	20.73	20.76	-0.09

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	433.75	+0.50
Raw Sugar C&F (\$/MT)	Black Sea	475.75	+0.50
Sugar White FOB (\$/MT)	Santos Port	539.50	-0.50

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'12/Jul'12	127	1
Oct'12/Oct'12	98.25	-0.25
Dec'12/Oct'12	105.5	1

Brazil Sugar/ Ethanol Prices (In Cents/lb)

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

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		31-5-2012	30-5-2012	
Sugar	Delhi - Grade M	3110	3120	-10
	Delhi - Grade S	3080	3060	+20
	Delhi - Grade L	3125	3140	-15
	UP- Khatauli Grade M	3092	3080	+12
	UP- Ramala Grade M	3015	3015	Unch
	Mumbai –Grade M	-	3136	-
	Mumbai –Grade S	-	2976	-
	Kolhapur – Grade M	-	2925	-
	Kolhapur – Grade S	-	2825	-
	Vijayawada – Grade M	3280	3320	-40
	Vijayawada- Grade S	3180	3220	-40
	Nagpur – Grade S	-	3070	-
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	2880	2880	Unch

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

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	31-5-2012	30-5-2012	Change
Muzaffar Nagar	Chaku	-	2740	-
	Khurpa	-	2750	-
	Laddu	-	3040	-
	Rascut	-	2625	-
Maharashtra	Lal Variety	-	2950	-
Bangalore	Achhu	-	2800	-
	Mudde	-	3000	-
Belgaum	Mudde	2600	2600	Unch
Belthangadi	Yellow (Average)	-	-	-
Bijapur	Achhu	-	-	-
Gulbarga	Other (Average)	-	2380	-
Mahalingapura	Penti (Average)	2610	2710	-100
Mandya	Achhu (Medium)	-	2400	-
	Kurikatu (Medium)	-	2250	-
	Other (Medium)	-	2300	-
	Yellow (Medium)	-	2350	-
Shimoga	Achhu (Average)	3300	3200	+100

UP Private Mills Tender Rates				
Centre	Origin/Grade	31-5-2012	30-5-2012	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	31-5-2012	30-5-2012	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	31-5-2012	30-5-2012	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

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