

Sugar & Gur Domestic & International Fundamentals:

- Steady to weak sentiments recorded in various key spot markets on Monday.
- Due to sluggish demand in the domestic market exert pressure on prices.
- For the current crop year, the US gave the Philippines an additional 72,373.65 metric tons (MT) of sugar under the tariff rate quota scheme, which is higher over and above the regular quota of 138,827 MT.
- According to Rabobank International. Global sugar production will exceed demand by 4.6 million tonne in that period, the third consecutive surplus. The lack of significant demand means sugar is coming under harvest pressure from Brazil.
- Asian sugar demand drive the Thai sugar export to 2.34 million tons in the first quarter of 2012 up 70% compared to last year same period. China imports significant amount (~265,814 tons) of sugar from Thailand in the first quarter as reported.
- Gur market was reported mixed today due to inactive trading activity.
- Around 1482000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 2^{8th} May 2012 which are 154000 bags higher compared to last year same period stock position of gur. Out of total gur stock position, there are around 171000 bags of Rascut variety and 188000 bags of Papdi variety gur stored in Cold storages.
- Higher quantity of gur stocks stored in cold storages Y-o-Y and dull demand kept the prices at lower levels in the coming weeks.

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	-26.00	2805.00	2809.00	2780.00	2783.00
July-12	-9.00	2828.00	2837.00	2815.00	2821.00
Aug-12	-8.00	2858.00	2869.00	2850.00	2854.00

Contract	Volume	Change	OI	Change
June-12	11,230	6670	12390	-6670
July-12	6,790	3680	22050	2980
Aug-12	830	520	4890	240

Spread	June-12	July-12	Aug-12
Basis	87	--	--
June-12		38	71
July-12			33

Stocks	Demat	In-Process	Total	FED
	02-06-12	02-06-12	02-06-12	28-05-12
Kolhapur M	490	1899	2389	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	558.80	559.70	550.80	553.50	-5.10
Oct -12	533.20	533.40	526.80	529.60	-5.40
Dec -12	538.20	538.80	531.40	534.10	-6.40

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	+5.00	1108.50	1122.50	1108.50	1117.50
Sept-12	+6.00	1132.50	1143.50	1132.00	1140.00
Nov-12	+6.00	1025.00	1025.00	1021.50	1021.50

Contract	Volume	Change	OI	Change
July-12	2,550	560	10840	-280
Sept-12	780	10	5280	-70
Nov-12	40	-20	240	70

Spread	July-12	Sept-12	Nov-12
Basis	-37.5	---	--
July-12		22.5	-96
Sept-12			-118.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Jul-12	19.50	19.50	18.95	19.09	-0.33
Oct-12	19.78	19.82	19.34	19.46	-0.32
Mar-13	20.77	20.77	20.31	20.52	-0.23

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	423.00	-5.75
Raw Sugar C&F (\$/MT)	Black Sea	466.00	-4.75
Sugar White FOB (\$/MT)	Santos Port	530.75	-4.75

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'12/Jul'12	131.00	+0.50
Oct'12/Oct'12	100.75	+1.75
Dec'12/Oct'12	104.75	+0.25

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
		04-6-2012	02-6-2012	
Sugar	Delhi - Grade M	3110	3120	-10
	Delhi - Grade S	3050	3060	-10
	Delhi - Grade L	3130	3140	-10
	UP- Khatauli Grade M	3080	3095	-15
	UP- Ramala Grade M	3020	3020	Unch
	Mumbai –Grade M	3131	3131	Unch
	Mumbai –Grade S	2961	2961	Unch
	Kolhapur – Grade M	2870	2875	-5
	Kolhapur – Grade S	2800	2800	Unch
	Vijayawada – Grade M	3280	3280	Unch
	Vijayawada- Grade S	3180	3180	Unch
	Nagpur – Grade S	3060	3060	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	04-6-2012	02-6-2012	Change
Muzaffar Nagar	Chaku	2700	-	-
	Khurpa	-	-	-
	Laddu	2988	2975	+13
	Rascut	2625	-	-
Maharashtra	Lal Variety	2950	2950	Unch
Bangalore	Achhu	2800	2800	Unch
	Mudde	3000	3000	Unch
Belgaum	Mudde	-	2700	-
Belthangadi	Yellow (Average)	-	3100	-
Bijapur	Achhu	2638	2670	-32
Gulbarga	Other (Average)	-	2325	-
Mahalingapura	Penti (Average)	2740	-	-
Mandya	Achhu (Medium)	2400	2400	Unch
	Kurikatu (Medium)	2250	2200	+50
	Other (Medium)	2300	2300	Unch
	Yellow (Medium)	2350	2350	Unch
Shimoga	Achhu (Average)	-	3075	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	04-6-2012	02-6-2012	Change
Dorala	M-30	3020	3020	Unch
Mawana	M-30	3040	3040	Unch
Modinagar	M-30			Unch
Malakpur	M-30			Unch
Simbholi	M-30			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	04-6-2012	02-6-2012	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			Unch
Chandpur	M-30	2960	2960	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	04-6-2012	02-6-2012	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	02-06-2012
GANESH	S1.JB	2888
	M.JB	2935.00-2945.00
PANDHARPUR	S1PP	2823
	M.PP	2878

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