

Sugar & Gur Domestic & International Fundamentals:

- Steady sentiments recorded in various spot markets of sugar today.
- Recent rains in Brazil might put hurdles on the cane harvesting process which will surge the prices in CBOT market. It is notable that ships are waiting at main Brazilian ports like Santos and Paranagua and more ships are coming to load sugar. In addition to it, wet conditions could hamper sugar content from sugarcane.
- Thailand is likely to produce record 10.6 million tons sugar, raw value, in 2012-13 if does so then it will surpass this year sugar production of 10.24 million tons.
- Indian markets are tracking international sugar prices as rebound in International sugar prices from here on in sugar prices might increase the sugar export parity for Indian exporters which will support the prices of sugar in domestic prices. It is notable that Brazilian sugarcane crop is harvesting at present and further rainfall in the Brazilian cane growing regions would definitely hamper harvesting as well as decrease the sugar content which will support the prices of sugar in LIFFE and ICE markets.
- Gur arrivals are now over at present and gur stored in cold storages are taking in use. As far as prices are concerned, dry gur is quoted at Rs 2750 while wet gur is quoted at Rs 2675 per quintal.
- 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.

Outlook:

Sugar prices are likely to move range bound 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	8.00	2768.00	2800.00	2767.00	2783.00
July-12	-15.00	2809.00	2813.00	2796.00	2799.00
Aug-12	-22.00	2839.00	2843.00	2830.00	2831.00

Contract	Volume	Change	OI	Change
June-12	1320	-9500	9960	-850
July-12	8560	3210	23830	250
Aug-12	1320	520	5370	280

Spread	June-12	July-12	Aug-12
Basis	92		
June-12		16	
July-12			32

Stocks	Demat 05-26-12	In-Process 05-26-12	Total 05-26-12	FED 04-26-12
Kolhapur M	1899	697	2596	1739
Kolhapur S	-	-	-	222
Sangli S	-	-	-	160

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12	558.8	559.7	550.8	553.5	-5.1
Oct -12	533.2	533.4	526.8	529.6	-5.4
Dec -12	538.2	538.8	531.4	534.1	-6.4

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	15.00	1123.00	1142.00	1123.00	1140.00
Sept-12	14.50	1147.00	1162.50	1147.00	1161.50
Nov-12	4.50	1032.50	1036.00	1032.50	1036.00

Contract	Volume	Change	OI	Change
July-12	7540	4180	10780	-400
Sept-12	2130	870	5380	-30
Nov-12	70	20	170	-50

Spread	July-12	Sept-12	Nov-12
Basis	-40		
July-12		21.5	
Sept-12			-125.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Jul-12	18.94	19.19	18.9	19.06	0.16
Oct-12	19.35	19.54	19.29	19.37	0.08
Mar-13	20.45	20.55	20.32	20.35	-0.01

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	431.00	+12.00
Raw Sugar C&F (\$/MT)	Black Sea	474.00	+12.00
Sugar White FOB (\$/MT)	Santos Port	538.75	+12.00

Brazil White Sugar Premium (US\$/MT)

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

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
		06-6-2012	05-6-2012	
Sugar	Delhi - Grade M	3100	3100	Unch
	Delhi - Grade S	3050	3050	Unch
	Delhi - Grade L	3120	3120	Unch
	UP- Khatauli Grade M	3090	3090	Unch
	UP- Ramala Grade M	3020	3030	-10
	Mumbai –Grade M	3131	3131	Unch
	Mumbai –Grade S	2966	2966	Unch
	Kolhapur – Grade M	2875	2875	Unch
	Kolhapur – Grade S	2800	2800	Unch
	Vijayawada – Grade M	3260	3260	
	Vijayawada- Grade S	3170	3170	
	Nagpur – Grade S	3050	3050	Unch
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	2910	2910	Unch

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

Gur Spot Prices (Rs/Qtl)

Markets	Variety	06-6-2012	05-6-2012	Change
Muzaffar Nagar	Khurpa	-	-	-
	Laddu	-	-	-
	Rascut	-	-	-
	Sukha (Cold)	2750	-	-
	Gila	2675	-	-
Maharashtra	Lal Variety	2950	2950	Unch
Bangalore	Achhu	2800	2800	Unch
	Mudde	3000	3000	Unch
Belgaum	Mudde	2800	-	-
Belthangadi	Yellow (Average)	3100	3100	Unch
Bijapur	Achhu	-	2778	-
Gulbarga	Other (Average)	2375	2325	+50
Mahalingapura	Penti (Average)	2800	2780	+20
Mandya	Achhu (Medium)	-	2400	-
	Kurikatu (Medium)	-	2250	-
	Other (Medium)	-	2300	-
	Yellow (Medium)	-	2350	-
Shimoga	Achhu (Average)	3000	2975	+25

UP Private Mills Tender Rates				
Centre	Origin/Grade	06-6-2012	05-6-2012	Change
Dorala	M-30	3000	3020	-20
Mawana	M-30	3015	3040	-25
Modinagar	M-30	2960	2990	-30
Malakpur	M-30	2940	2975	-35
Simbholi	M-30	3130	3170	-40
Asamoli	M-30	3080	3140	-60
Dhanora	M-30	2970	3060	-90
Dhampur	M-30	2960	2965	-5
Kinnoni	M-31	3155	3195	-40
Budhana	M-31	2990	3010	-20
Thanabhavan	M-31	2985	3005	-20
UP Government Mills Tender Rates				
Centre	Origin/Grade	06-6-2012	05-6-2012	Change
Morna	M-30	2910	2950	-40
Nanotha	M-30	2900	-	-
Nazibabad	M-30	2900	2940	-40
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2890	2950	-60
Amroha	M-30	2920	2970	-50
Chandpur	M-30	2910	2960	-50
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	06-6-2012	05-6-2012	Change
Baghpat	M-30	2920	2955	-35
Gajraula	M-30	2900	2940	-40
BulandShahar	M-30	2940	2990	-50
Anupshahar	M-30	2900	2940	-40

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