

Sugar & Gur Domestic & International Fundamentals:

- Sugar prices are continuously moving upwards in key spot markets.
- Sugar output is likely to decline by 11% in main sugar producing state Maharashtra owing to drop in sugarcane acreage in the region following by drought-like situation in the state, according to news sources.
- Sugarcane acreage in Maharashtra state alone decline by 1-1.5 lac hectares for the coming marketing year which might depress the sugar output.
- In AP, standing crop of sugarcane is at vegetative to grand growth stage and the sown crops are at seedling to emergence stage. Over all the growth is satisfactory, according to AP state agriculture dep't.
- Sugar cane area seems increase by 8-10% on an average in UP Y-o-Y owing to good cane remuneration to farmers compared to other competitive crops.
- Genetically modified sugarcane trial planting is likely to begin in October 2012 in Brazil. It is notable that GM variety is herbicides, pests and stem borer resistant.
- Mostly firm sentiment witnessed in Gur spot market today. Higher offtake of gur support the prices. Meanwhile, gur demand might come from states like Gujarat and Rajasthan markets after monsoon season as expected.
- Last week around 48000 bags of gur sold out from Cold storages which indicate good demand of gur which have led the prices up during last week in Muzaffar nagar spot mandi.
- Around 1316000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 19th June 2012 which are 27000 bags higher compared to last year same period stock position of gur. Out of total gur stock position, there are around 151000 bags of Rascut variety and 160000 bags of Papdi variety gur stored in Cold storages.

Outlook:

Sugar prices are moving upwards owing to intact sugar demand from retail as well as bulk buyers. In addition to it, delay in monsoon also supports the prices of sugar. We expect prices of sugar will move up in the coming days. However, gur prices are likely to trade range bound owing to moderate demand with record gur stocks left in the cold storages.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
July-12	21.00	2895.00	2915.00	2895.00	2914.00
Aug-12	21.00	2925.00	2942.00	2925.00	2940.00
Sept-12	27.00	2949.00	2972.00	2949.00	2967.00

Contract	Volume	Change	OI	Change
July-12	3780	1170	24290	-530
Aug-12	5130	1750	15700	360
Sept-12	1400	1160	5290	290

Spread	July-12	Aug-12	Sept-12
Basis	36		
July-12		26	
Sept-12			27

Stocks	Demat 20-06-12	In-Process 20-06-12	Total 20-06-12	FED 18-06-12
Kolhapur M	4432	500	4932	4432
Kolhapur S	500	0	500	500
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12	610.4	615.4	607.6	614.6	3.4
Oct -12	571	576.2	568.4	575.2	2.9
Dec -12	556.2	561.2	553.9	560.7	3.2

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	-13.00	1174.00	1174.00	1153.00	1163.00
Sept-12	-14.00	1205.00	1205.50	1184.00	1192.50
Nov-12	-12.00	1080.50	1080.50	1080.00	1080.00

Contract	Volume	Change	OI	Change
July-12	4990	-3170	8080	-780
Sept-12	2230	-2280	5910	80
Nov-12	30	20	140	0

Spread	July-12	Sept-12	Nov-12
Basis	-3		
July-12		29.5	
Sept-12			-112.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Jul-12	21.55	21.8	21.18	21.74	0.17
Oct-12	20.77	20.99	20.52	20.97	0.18
Mar-13	21.2	21.51	21.12	21.49	0.16

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	484.25	+4.50
Raw Sugar C&F (\$/MT)	Black Sea	527.25	+4.50
Sugar White FOB (\$/MT)	Santos Port	583.00	+1.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'12/Jul'12	135.75	0.09
Oct'12/Oct'12	113.5	-0.46
Dec'12/Oct'12	99.75	0.59

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	20.55	0
Brazil Anhydrous	19.21	0
Brazil Hydrous	17.02	0

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		21-6-2012	20-6-2012	
Sugar	Delhi - Grade M	3135	3150	-15
	Delhi - Grade S	3080	3110	-30
	Delhi - Grade L	3175	3170	+5
	UP- Khatauli Grade M	3140	3125	+15
	UP- Ramala Grade M	3045	3035	+10
	Mumbai –Grade M	3161	3151	+10
	Mumbai –Grade S	2981	2971	+10
	Kolhapur – Grade M	2950	2950	Unch
	Kolhapur – Grade S	2850	2850	Unch
	Vijayawada – Grade M	3320	3300	+20
	Vijayawada- Grade S	3220	3200	+20
	Nagpur – Grade S	3060	3060	Unch
	Kolkata – Grade M	3200	3200	Unch
	Chennai - Grade S	2910	2910	Unch

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

Gur Spot Prices (Rs/Qtl)

Markets	Variety	21-6-2012	20-6-2012	Change
Muzaffar Nagar	Khurpa	2850	2850	Unch
	Laddu	-	-	-
	Rascut	2800	2775	+25
	Sukha (Cold)	2900	2850	+50
	Gila	2838	2800	+38
Maharashtra	Lal Variety	3050	3050	Unch
Bangalore	Achhu	3000	3000	Unch
	Mudde	3200	3200	Unch
Belgaum	Mudde	2800	2800	Unch
Belthangadi	Yellow (Average)	3200	3200	Unch
Bijapur	Achhu	2655	-	-
Gulbarga	Other (Average)	2300	2375	-75
Mahalingapura	Penti (Average)	2880	2880	Unch
Mandya	Achhu (Medium)	-	2450	-
	Kurikatu (Medium)	-	2250	-
	Other (Medium)	-	2350	-
	Yellow (Medium)	-	2350	-
Shimoga	Achhu (Average)	3125	3125	Unch

UP Private Mills Tender Rates				
Centre	Origin/Grade	21-6-2012	20-6-2012	Change
Dorala	M-30	3070	3060	10
Mawana	M-30	3085	3075	10
Modinagar	M-30	3050	3025	25
Malakpur	M-30	3060	3005	55
Simbholi	M-30	3170	3180	-10
Asamoli	M-30	3140	3130	10
Dhanora	M-30	3060	3060	Unch
Dhampur	M-30	3030	3050	-20
Kinnoni	M-31	3235	3225	10
Budhana	M-31	3065	3065	Unch
Thanabhavan	M-31	3060	3060	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	21-6-2012	20-6-2012	Change
Morna	M-30	2970	2970	Unch
Nanotha	M-30	2970	2945	25
Nazibabad	M-30	2950	2940	10
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2940	2940	Unch
Amroha	M-30	2970	2980	-10
Chandpur	M-30	2960	2970	-10

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	21-6-2012	20-6-2012	Change
Baghpat	M-30	2985	2975	10
Gajraula	M-30	2960	2950	10
BulandShahar	M-30	3025	3020	5
Anupshahar	M-30	2960	2950	10

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	20-06-2012
SIDHESWAR	07-08 M.PP	2808.00 OPEN
	08-09 M.PP	2828.00 OPEN
PARNER	S.JK	2880
ASHOKNAGAR	S1.PP	2905.00-2911.00
	M.PP	2986.00-3000.00

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