

Sugar & Gur Domestic & International Fundamentals:

- Steady to firm sentiments witnessed in various sugar spot markets on Tuesday. Market is expecting lower sugar quota for next quarter (July-Sept) which support the prices of sugar in spot markets.
- Agriwatch estimate 47-48 lac tons non-levy sugar quota for next quarter** starting from July to Sept 2012 which is higher compared to sugar quota released by government in the last quarter. Government might increase non-levy sugar quota for next quarter keeping in view lower sugar stocks in the pipeline and upcoming festival seasons occurred in the coming quarter. Governments also have a close eye over new emerging scenario like recent surge sugar prices which contributes in increasing inflation in the country.
- Millers have completed its last quarter obligation by release of allocated non-levy sugar in the open market as reported. No carry over stock for the coming quarter give respite to millers as well as sugar prices as expected.
- Steady to firm sentiments recorded in Muzaffar nagar market today. Demand of gur came from Rajasthan and UP centers. Presently, manufacturers process papdi and wet gur by adding sugar into it to make pedi and sell it into the market at Rs 3200 per quintal. Medium term outlook seems bullish in gur due to increasing offtake and expected demand of gur would come from Gujarat and Rajasthan after Monsoon.
- Last week around 53000 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 1263000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 25th June 2012 which are 18000 bags higher compared to last year same period stock position of gur. Out of total gur stock position, there are around 869000 bags of Chaku variety and 149000 bags of Papdi variety gur stored in Cold storages.

Outlook:

Sugar prices surged recently owing to bulk demand and surge in international sugar prices. However, prices should take a correction considering weak sentiments in international markets. However, gur prices are likely to move up due to good domestic demand.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
July-12	20.00	2905.00	2918.00	2893.00	2916.00
Aug-12	26.00	2925.00	2950.00	2921.00	2950.00
Sept-12	15.00	2958.00	2982.00	2957.00	2979.00

Contract	Volume	Change	OI	Change
July-12	3530	340	18910	-1060
Aug-12	6210	3770	19680	2210
Sept-12	1410	620	6270	460

Spread	July-12	Aug-12	Sept-12
Basis	34		
July-12		34	
Sept-12			29

Stocks	Demat	In-Process	Total	FED
	25-06-12	25-06-12	25-06-12	25-06-12
Kolhapur M	240	500	740	240
Kolhapur S	-	-	-	-
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12	589.2	591.3	583.8	587.5	1.7
Oct -12	550.2	553.6	547	550.2	2.9
Dec -12	537	540.4	536.4	537.5	3.5

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	-1.00	1150.50	1150.50	1144.00	1147.50
Sept-12	-1.50	1193.00	1193.50	1187.00	1191.00
Nov-12	8.00	1105.00	1108.00	1105.00	1108.00

Contract	Volume	Change	OI	Change
July-12	2490	-1800	8390	-110
Sept-12	1380	-1590	7090	80
Nov-12	20	20	170	10

Spread	July-12	Sept-12	Nov-12
Basis	2.5		
July-12		43.5	
Sept-12			-83

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Jul-12	20.36	20.46	20.13	20.3	0.06
Oct-12	19.8	20.02	19.71	19.93	0.18
Mar-13	20.7	20.75	20.52	20.68	0.13

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	456.50	-2.25
Raw Sugar C&F (\$/MT)	Black Sea	499.50	-1.25
Sugar White FOB (\$/MT)	Santos Port	557.75	-3.25

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'12/Jul'12	139.5	1
Oct'12/Oct'12	110	-1.25
Dec'12/Oct'12	97.5	1.9

Brazil Sugar/ Ethanol Prices (In Cents/lb)

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

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		26-6-2012	25-6-2012	
Sugar	Delhi - Grade M	3170	3160	+10
	Delhi - Grade S	3080	3075	+5
	Delhi - Grade L	3200	3200	Unch
	UP- Khatauli Grade M	3170	3140	+30
	UP- Ramala Grade M	3045	3065	-20
	Mumbai –Grade M	3171	3171	Unch
	Mumbai –Grade S	3006	3011	-5
	Kolhapur – Grade M	2950	-	-
	Kolhapur – Grade S	2850	-	-
	Vijayawada – Grade M	3350	3350	Unch
	Vijayawada- Grade S	3250	3250	Unch
	Nagpur – Grade S	3100	3100	Unch
	Kolkata – Grade M	3260	3235	+25
	Chennai - Grade S	2910	2910	Unch

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

Gur Spot Prices (Rs/Qtl)

Markets	Variety			
Muzaffar Nagar	Khurpa	2900	2875	+25
	Laddu	-	-	-
	Rascut	2763	2735	+28
	Sukha (Cold)	2875	2875	Unch
	Gila	2825	2825	Unch
Maharashtra	Lal Variety	3100	3050	+50
Bangalore	Achhu	2900	3000	-100
	Mudde	3100	3200	-100
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	2800	3150	-350
Bijapur	Achhu	2595	2615	-20
Gulbarga	Other (Average)	2350	2325	+25
Mahalingapura	Penti (Average)	2880	2880	Unch
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2250	2250	Unch
	Other (Medium)	2350	2350	Unch
	Yellow (Medium)	2400	2400	Unch
Shimoga	Achhu (Average)	3065	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	26-6-2012	25-6-2012	Change
Dorala	M-30	3050	3090	-40
Mawana	M-30	3075	3105	-30
Modinagar	M-30	3050	3070	-20
Malakpur	M-30	3020	3080	-60
Simbholi	M-30	3180	3190	-10
Asamoli	M-30	3110	3160	-50
Dhanora	M-30	3050	3080	-30
Dhampur	M-30	3040	3050	-10
Kinnoni	M-31	3220	3255	-35
Budhana	M-31	3050	3085	-35
Thanabhavan	M-31	3045	3080	-35

UP Government Mills Tender Rates				
Centre	Origin/Grade	26-6-2012	25-6-2012	Change
Morna	M-30	3010	2990	20
Nanotha	M-30	2980	2990	-10
Nazibabad	M-30	2970	2970	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2960	2960	Unch
Amroha	M-30	2980	2990	-10
Chandpur	M-30	2970	2980	-10

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	26-6-2012	25-6-2012	Change
Baghpat	M-30	3010	3005	5
Gajraula	M-30	2980	2980	Unch
BulandShahar	M-30	3020	3045	-25
Anupshahar	M-30	2980	2980	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	6/25/2012
SHREEPUR	S1.PP	2928
	M.PP	2988
LOKNETE	S.PP	2848
	M.P	2885
MADHA	S.PP	2850.00-2852.00
	M.PP	2908.00-2910.00
SHRIRAM PHALTAN	S.JK	2880
	S1.JK	2890
PUSHPA (NANDURBAR)	S.PP	2935
	S.JB	2951
KUKDI	S.PP	2885.00-2887.00
	M.PP	2930.00-2932.00

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