

Sugar & Gur Domestic & International Fundamentals:

- Mixed sentiments recorded in various sugar spot markets on Wednesday due to firm demand and higher sugar quota expectations for the coming quarter.
- Farmers associations from UP and Maharashtra unable to make a consensus over sugar decontrol issue. Farmers from Maharashtra standing in favor of decontrolling sugar industry. However, UP farmers opposed the decontrol issue. It is notable that a committee heading by C. Rangarajan have to submit its recommendations to prime minister next month over the sugar decontrol issue but committee asking to increase the time limit of submission of report from government as reported.
- Indian exporters find sugar shipments profitable trade due to delay in cane harvesting in Brazil which support the prices of sugar in LIFFE as well as in ICE markets. In addition to it, rupee depreciation gives boost to the profit margins to the sugar exporters at present.
- Sugar export registrations with DGFT crossed five lac tonnes mark. Around 3 lakh tons of sugar shipments already done till date.
- Gur prices declined today in Muzaffar nagar market. Meanwhile, 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 expected higher quota. However, gur prices are likely to move up due to good domestic demand.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
July-12	-9.00	2919.00	2926.00	2901.00	2905.00
Aug-12	Unch	2946.00	2960.00	2938.00	2950.00
Sept-12	3.00	2989.00	2989.00	2970.00	2983.00

Contract	Volume	Change	OI	Change
July-12	4450	920	17810	-1100
Aug-12	3490	-2720	21120	1440
Sept-12	480	-930	6250	-20

Spread	July-12	Aug-12	Sept-12
Basis	70		
July-12		45	
Sept-12			33

Stocks	Demat 26-06-12	In-Process 26-06-12	Total 26-06-12	FED 25-06-12
Kolhapur M	240	950	1190	240
Kolhapur S	-	-	-	-
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12	588.7	590.9	586.2	590.8	3.3
Oct -12	553	557.2	550.2	556.4	6.2
Dec -12	540	544.4	538.9	544.1	6.6

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	7.00	1148.50	1159.00	1148.50	1154.50
Sept-12	9.50	1192.50	1203.50	1192.50	1202.00
Nov-12	2.00	1124.00	1124.00	1108.50	1108.50

Contract	Volume	Change	OI	Change
July-12	2800	310	8670	280
Sept-12	1610	230	6980	-110
Nov-12	30	10	180	10

Spread	July-12	Sept-12	Nov-12
Basis	-24.5		
July-12		47.5	
Sept-12			-93.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Jul-12	20.33	20.67	20.25	20.53	0.23
Oct-12	19.9	20.36	19.9	20.23	0.3
Mar-13	20.68	21.01	20.68	20.93	0.25

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	462.00	+5.00
Raw Sugar C&F (\$/MT)	Black Sea	505.00	+5.50
Sugar White FOB (\$/MT)	Santos Port	563.25	+5.50

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'12/Jul'12	138.25	-1.25
Oct'12/Oct'12	110.5	0.5
Dec'12/Oct'12	98	0.5

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	20.55	0
Brazil Anhydrous	19.19	-0.02
Brazil Hydrous	17	-0.02

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		27-6-2012	26-6-2012	
Sugar	Delhi - Grade M	3150	3170	-20
	Delhi - Grade S	3085	3080	+5
	Delhi - Grade L	3205	3200	+5
	UP- Khatauli Grade M	3150	3170	-20
	UP- Ramala Grade M	3055	3045	+10
	Mumbai –Grade M	3171	3171	Unch
	Mumbai –Grade S	3001	3006	-5
	Kolhapur – Grade M	2975	2950	+25
	Kolhapur – Grade S	2875	2850	+25
	Vijayawada – Grade M	3350	3350	Unch
	Vijayawada- Grade S	3250	3250	Unch
	Nagpur – Grade S	3090	3100	-10
	Kolkata – Grade M	3250	3260	-10
	Chennai - Grade S	2910	2910	Unch

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

Gur Spot Prices (Rs/Qtl)

Markets	Variety	27-6-2012	26-6-2012	Change
Muzaffar Nagar	Khurpa	2725	2900	-175
	Laddu	-	-	-
	Rascut	2600	2763	-163
	Sukha (Cold)	2825	2850	-25
	Gila	2750	2825	-75
Maharashtra	Lal Variety	3100	3100	Unch
Bangalore	Achhu	2900	2900	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	2800	-	-
Belthangadi	Yellow (Average)	2800	2800	Unch
Bijapur	Achhu	-	2595	-
Gulbarga	Other (Average)	2325	2350	-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	27-6-2012	26-6-2012	Change
Dorala	M-30	3050	3050	Unch
Mawana	M-30	3075	3075	Unch
Modinagar	M-30	3050	3050	Unch
Malakpur	M-30	3020	3020	Unch
Simbholi	M-30	3180	3180	Unch
Asamoli	M-30	3110	3110	Unch
Dhanora	M-30	3050	3050	Unch
Dhampur	M-30	3040	3040	Unch
Kinnoni	M-31	3220	3220	Unch
Budhana	M-31	3050	3050	Unch
Thanabhavan	M-31	3045	3045	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	27-6-2012	26-6-2012	Change
Morna	M-30	3010	3010	Unch
Nanotha	M-30	2980	2980	Unch
Nazibabad	M-30	2970	2970	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2960	2960	Unch
Amroha	M-30	2980	2980	Unch
Chandpur	M-30	2970	2970	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	27-6-2012	26-6-2012	Change
Baghpat	M-30	3010	3010	Unch
Gajraula	M-30	2980	2980	Unch
BulandShahar	M-30	3020	3020	Unch
Anupshahar	M-30	2980	2980	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	27-06-2012
WARANA	S.PP	2888.00 OPEN
NATURAL	S.PP	2873
SADASHIV	S.JB	2878

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