

Sugar & Gur Domestic & International Fundamentals:

- Mixed sentiments recorded in various sugar spot markets on Saturday as markets could not find adequate cues to decide the prices either side. Prices of sugar surged in Southern markets but remained weak in North Indian markets.
- Around 9.38 lac hectares sugarcane area has been covered in Maharashtra which is 0.16 lac hectares higher compared to last year sugarcane sowed by growers in their respective fields. As far as crop condition is concerned, it is normal. However, as per feedback received by Agriwatch from Private trade does not confirmed the data released by Directorate of Sugarcane Development as on 27-6-2012.
- Government allocates 45 lac tons total non-levy sugar quota for the quarter of July to September 2012 which is 9.3% lower compared to sugar quota released by government last year same quarter.
- Brazil sugar is waiting to load on vessel increases this week to 70 from 60 a week ago. Source: Reuters.
- Gur prices surged sharply in Muzaffar nagar gur mandi on Saturday owing to firm domestic jaggery demand and cloudy weather. 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 should move up from hereon considering lower sugar quota for next quarter. Market is now keeping its eye over Brazilian weather which would decide the prices in future.

NCDEX Sugar Futures

| Contract | +/- | Open | High | Low | Close |
|----------|-----|------|------|------|-------|
| July-12 | 12 | 2890 | 2895 | 2883 | 2893 |
| Aug-12 | 11 | 2942 | 2953 | 2942 | 2953 |
| Sept-12 | 1 | 2983 | 2984 | 2980 | 2984 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| July-12 | 990 | -4950 | 14400 | -260 |
| Aug-12 | 730 | -4360 | 21200 | 50 |
| Sept-12 | 440 | -950 | 7720 | 290 |

| Spread | July-12 | Aug-12 | Sept-12 |
|---------|---------|--------|---------|
| Basis | 107 | | |
| July-12 | | 60 | |
| Sept-12 | | | 31 |

| Stocks | Demat 28-06-12 | In-Process 28-06-12 | Total 28-06-12 | FED 25-06-12 |
|------------|-------------------|------------------------|-------------------|-----------------|
| Kolhapur M | 0 | 1350 | 1350 | 240 |
| Kolhapur S | - | - | - | - |
| Sangli S | - | - | - | - |

LIFFE Sugar Futures (In US\$/MT)

| Contract | Open | High | Low | Close | +/- |
|----------|-------|-------|-------|-------|------|
| Aug-12 | 604.6 | 611.3 | 601.1 | 611.3 | 12.1 |
| Oct -12 | 566.8 | 571.8 | 564.1 | 571.3 | 9.3 |
| Dec -12 | 553 | 558.3 | 552 | 557.4 | 8.6 |

NCDEX Gur Futures:

| Contract | +/- | Open | High | Low | Close |
|----------|------|------|--------|--------|--------|
| July-12 | 1.5 | 1165 | 1172.5 | 1154.5 | 1165 |
| Sept-12 | 19.5 | 1228 | 1250 | 1228 | 1243.5 |
| Nov-12 | -5 | 1131 | 1135 | 1115 | 1121 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|------|--------|
| July-12 | 3610 | -210 | 7360 | -460 |
| Sept-12 | 5700 | 1470 | 8360 | 1030 |
| Nov-12 | 100 | 80 | 180 | 0 |

| Spread | July-12 | Sept-12 | Nov-12 |
|---------|---------|---------|--------|
| Basis | -5 | | |
| July-12 | | 78.5 | |
| Sept-12 | | | -122.5 |

ICE Sugar Futures (In Cents/Pound)

| Contract | Open | High | Low | Close | +/- |
|----------|-------|-------|-------|-------|------|
| Jul-12 | 21.15 | 21.86 | 21.15 | 21.81 | 0.6 |
| Oct-12 | 20.56 | 21.12 | 20.56 | 21.01 | 0.48 |
| Mar-13 | 21.2 | 21.6 | 21.12 | 21.5 | 0.38 |

Brazil Sugar Quotes (Kingsman US\$/MT)

| Commodity | Place | Price | Change |
|-------------------------|-------------|--------|--------|
| Raw Sugar FOB (\$/MT) | Santos Port | 478.50 | -5.00 |
| Raw Sugar C&F (\$/MT) | Black Sea | 521.50 | -5.00 |
| Sugar White FOB (\$/MT) | Santos Port | 584.00 | -0.75 |

Brazil White Sugar Premium (US\$/MT)

| Contract | Close | +/- |
|---------------|-------|------|
| Aug'12/Jul'12 | 130.5 | -1.5 |
| Oct'12/Oct'12 | 108 | -1 |
| Dec'12/Oct'12 | 94.25 | -2 |

Brazil Sugar/ Ethanol Prices (In Cents/lb)

| Commodity | Price | Change |
|-----------------------|-------|--------|
| Brazil Domestic Sugar | 20.33 | -0.22 |
| Brazil Anhydrous | 19.02 | -0.17 |
| Brazil Hydrous | 16.85 | -0.15 |

Sugar and Gur Prices at Key Spot Markets:

| Commodity | Centre | Prices (Rs/Qtl) | | Change |
|-----------|----------------------|-----------------|-----------|--------|
| | | 30-6-2012 | 29-6-2012 | |
| Sugar | Delhi - Grade M | 3160 | 3180 | -20 |
| | Delhi - Grade S | 3100 | 3110 | -10 |
| | Delhi - Grade L | 3225 | 3215 | +10 |
| | UP- Khatauli Grade M | 3140 | 3150 | -10 |
| | UP- Ramala Grade M | 3075 | 3045 | -30 |
| | Mumbai –Grade M | - | 3181 | - |
| | Mumbai –Grade S | - | 3026 | - |
| | Kolhapur – Grade M | 3000 | 2975 | +25 |
| | Kolhapur – Grade S | 2900 | 2875 | +25 |
| | Vijayawada – Grade M | 3350 | 3350 | Unch |
| | Vijayawada- Grade S | 3250 | 3250 | Unch |
| | Nagpur – Grade S | 3125 | 3125 | Unch |
| | Kolkata – Grade M | 3240 | 3230 | +10 |
| | Chennai - Grade S | 2950 | 2950 | Unch |

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

Gur Spot Prices (Rs/Qtl)

| Markets | Variety | | | |
|----------------|-------------------|------|------|------|
| Muzaffar Nagar | Khurpa | 2900 | 2900 | Unch |
| | Laddu | - | - | - |
| | Rascut | 2850 | 2750 | +100 |
| | Sukha (Cold) | 2900 | 2850 | +50 |
| | Gila | 2875 | 2825 | +50 |
| Maharashtra | Lal Variety | 3100 | 3100 | Unch |
| Bangalore | Achhu | 2900 | 2900 | Unch |
| | Mudde | 3100 | 3100 | Unch |
| Belgaum | Mudde | 2800 | 2800 | Unch |
| Belthangadi | Yellow (Average) | - | 2800 | - |
| Bijapur | Achhu | 2760 | 2605 | +155 |
| Gulbarga | Other (Average) | 2300 | 2315 | -15 |
| Mahalingapura | Penti (Average) | - | 2880 | - |
| Mandya | Achhu (Medium) | - | 2450 | - |
| | Kurikatu (Medium) | - | 2250 | - |
| | Other (Medium) | - | 2300 | - |
| | Yellow (Medium) | - | 2350 | - |
| Shimoga | Achhu (Average) | - | 3150 | - |

| UP Private Mills Tender Rates | | | | |
|-------------------------------|--------------|-----------|-----------|--------|
| Centre | Origin/Grade | 30-6-2012 | 29-6-2012 | 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 | 30-6-2012 | 29-6-2012 | 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 | 30-6-2012 | 29-6-2012 | 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 | 28-06-2012 |
| HUTATMA | S.PP-JB | 2915.00-2945.00 |
| | M.PP | 2991.00-2996.00 |
| SADASHIV | S.JB | 2882.00-2888.00 |

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>
 © 2005 Indian Agribusiness Systems Pvt Ltd.