

Sugar & Gur Domestic & International Fundamentals:

- Sugar prices continuously moving upwards in spot markets owing to ISMA trims sugar output to 25 million tons for 2012-13 MY. In addition to it, delayed monsoon supports the prices of sugar.
- Brazil June sugar export declined 32% to 1.692 tons, raw value, compared to last year same period. June sugar exports from Brazil also declined compared to 1.76 million tons exported in May 2012. Delayed start of cane crushing in the region due to wet weather conditions is the major influencing factor for decline in sugar exports Y-o-Y.
- Kingsman cuts 2012-13 Brazil cane output estimate by 10 million tons to 500 million tons. It also cuts sugar output estimate by 1 million ton to 31.8 million tons. Wet weather conditions during couple of months delay cane harvesting and also decreases sugar content from cane.
- Gur prices witnessed steady in Muzaffar nagar gur mandi on Tuesday owing to lack of rainfall and high temperature which results in lackluster trade.
- 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.
- Around 1214000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 2nd July 2012 which are 20000 bags higher compared to last year same period stock position of gur. Out of total gur stock position, there are around 840000 bags of Chaku variety and 140000 bags of Papdi variety gur stored in Cold storages.
- Last week around 49000 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.

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	2	2933	2965	2907	2939
Aug-12	-4	2998	2999	2981	2989
Sept-12	-4	3018	3032	3012	3017

Contract	Volume	Change	OI	Change
July-12	3300	-6230	10090	-1020
Aug-12	5400	-3440	21690	-540
Sept-12	1970	-410	8470	380

Spread	July-12	Aug-12	Sept-12
Basis	111	61	33
July-12		50	78
Sept-12			28

Stocks	Demat	In-Process	Total	FED
	02-07-12	02-07-12	02-07-12	02-07-12
Kolhapur M	849	1799	2648	849
Kolhapur S	-	-	-	-
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12	611.4	619.5	606.1	619.4	8.1
Oct -12	573.5	580.8	568.4	578.9	7.6
Dec -12	560.8	566.8	553.9	564.9	7.5

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	-6	1161	1164	1145	1154.5
Sept-12	-7.5	1236.5	1242	1225.5	1230
Nov-12	-3	1110	1125	1110	1124

Contract	Volume	Change	OI	Change
July-12	4010	2330	5870	-1040
Sept-12	4940	1510	8560	450
Nov-12	40	40	200	20

Spread	July-12	Sept-12	Nov-12
Basis	5.5	-70	36
July-12		75.5	-30.5
Sept-12			-106

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Jul-12	21.08	21.59	21.03	21.4	0.39
Oct-12	21.54	21.94	21.49	21.77	0.27
Mar-13	21.35	21.71	21.28	21.57	0.24

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	496.25	+25.50
Raw Sugar C&F (\$/MT)	Black Sea	539.25	+23.50
Sugar White FOB (\$/MT)	Santos Port	576.75	+6.25

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'12/Oct'12	106	-2
Dec'12/Oct'12	92.5	-1.75
Dec'12/Mar'13	84.25	-

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	21	0.67
Brazil Anhydrous	19.81	0.79
Brazil Hydrous	17.33	0.48

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		03-7-2012	02-7-2012	
Sugar	Delhi - Grade M	3200	3160	+40
	Delhi - Grade S	3140	3105	+35
	Delhi - Grade L	3260	3240	+20
	UP- Khatauli Grade M	3200	3200	Unch
	UP- Ramala Grade M	3115	3110	+5
	Mumbai –Grade M	3226	3206	+20
	Mumbai –Grade S	3071	3031	+40
	Kolhapur – Grade M	3050	3000	+50
	Kolhapur – Grade S	2950	2900	+50
	Vijayawada – Grade M	3400	3380	+20
	Vijayawada- Grade S	3300	3280	+20
	Nagpur – Grade S	3200	3120	+80
	Kolkata – Grade M	-	3240	-
	Chennai - Grade S	2970	2950	+20

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

Gur Spot Prices (Rs/Qtl)

Markets	Variety	03-7-2012	02-7-2012	
Muzaffar Nagar	Khurpa	2900	2900	Unch
	Laddu	-	-	-
	Rascut	2850	2850	Unch
	Sukha (Cold)	2900	2900	Unch
	Gila	2875	2863	+12
Maharashtra	Lal Variety	3050	3050	Unch
Bangalore	Achhu	2900	2900	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	-	2800	-
Belthangadi	Yellow (Average)	2800	2800	Unch
Bijapur	Achhu	2650	2630	+20
Gulbarga	Other (Average)	2500	2325	+175
Mahalingapura	Penti (Average)	-	-	-
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	3170	3125	+45

UP Private Mills Tender Rates				
Centre	Origin/Grade	03-7-2012	02-7-2012	Change
Dorala	M-30	3130	3130	Unch
Mawana	M-30	3140	3140	Unch
Modinagar	M-30	3100	3100	Unch
Malakpur	M-30	3070	3070	Unch
Simbholi	M-30	3250	3250	Unch
Asamoli	M-30	3200	3200	Unch
Dhanora	M-30	3130	3130	Unch
Dhampur	M-30	3080	3080	Unch
Kinnoni	M-31	3270	3270	Unch
Budhana	M-31	3100	3100	Unch
Thanabhavan	M-31	3100	3100	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	03-7-2012	02-7-2012	Change
Morna	M-30	3080	3080	Unch
Nanotha	M-30	3065	3065	Unch
Nazibabad	M-30	3060	3060	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	3050	3050	Unch
Amroha	M-30	3070	3070	Unch
Chandpur	M-30	3065	3065	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	03-7-2012	02-7-2012	Change
Baghpat	M-30	3080	3080	Unch
Gajraula	M-30	3060	3060	Unch
BulandShahar	M-30	3080	3080	Unch
Anupshahar	M-30	3060	3060	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	02-07-2012
VIKAS	S.JK	2988
RAYAT	S1.JB	2990
	M.JB	3090
DATT SHIROL	S.PP	2958.00-2960.00
	M.PP	3068
SAMARTH	M.JK	3050
GANESH	S2.PP	2918
SIDHENATH	S/30	2913
	M/30	2951
BHENDA	S/30	2946
	M/30	3052
VRIDHESHWAR	S/30	2965.00 OPEN
MULA	SP.PP	2985
ASHOKNAGAR	S1.PP	2975
	M.JB	3055
SANGAMNER	S.PP	2930
PRAWARA	S1.PP	2945
SHRIPUR	S.PP	2905
SADASHIV	S.JB	2903.00-2905.00
BARAMATI	S1.PP	2960
PRATAPGADH	S/30	2883

	M/30	2933
MANJARA	S1.JK	2974
	M/30	3035
LOKNATE	S.PP	2925
AKLUJ	S1.JK	2916.00-2926.00
CHOPDA	S1.PP-S2.PP	3015.00-2990.00
	M.JB	3090.00 OPEN
SHARAD	S.PP	2933
	M.PP	3008
WARANA	S.PP	2948
BIDRI	S.PP	2928
	M.PP-JK	3013.00-3023.00
AAJRA	S.PP	2953

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