

Sugar & Gur Domestic & International Fundamentals:

- Sugar prices moved up sharply in key spot markets today.
- Sugar future prices surged sharply in NCDEX owing to firm demand, delayed rains affecting crop and lower sugar quota for next quarter.
- Sugar prices in LIFFE surged over Brazil and India weather concern affecting cane crop. However, overall sugar is in surplus for MY 2012-13 as expected by different trading houses.
- Wet weather conditions in Australia disrupt raw sugar exports. It is notable that Australia is world third largest exporter of sugar after Brazil and Thailand. Australia is likely to produce 4.4 million tons of sugar in 2012-13 out of which Australia is going to 3.35 million tons sugar exports in this marketing year, according to ABARE.
- Gur prices witnessed firm sentiments in Muzaffar nagar gur mandi on Wednesday.
- 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:

As suggested earlier, sugar prices moving up sharply during couple of days taking cues from firm domestic demand and International sentiments. Sugar prices are likely to continue this bull run for the coming days.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
July-12	68	2950	3010	2945	3006
Aug-12	90	2999	3077	2999	3077
Sept-12	121	3035	3137	3035	3137

Contract	Volume	Change	OI	Change
July-12	5650	2350	8990	-1100
Aug-12	20550	15150	24540	2850
Sept-12	7140	5170	9250	780

Spread	July-12	Aug-12	Sept-12
Basis	94		
July-12		71	
Sept-12			60

Stocks	Demat 03-07-12	In-Process 03-07-12	Total 03-07-12	FED 02-07-12
Kolhapur M	2648	0	2648	849
Kolhapur S	-	-	-	-
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12	619.7	633.3	619.4	632.7	13.3
Oct -12	580.3	592.6	580.3	592.1	13.2
Dec -12	566.1	576.6	566.1	576	11.1

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	5.5	1154	1162	1151.5	1160
Sept-12	13	1229	1244.5	1225.5	1243
Nov-12	6	1116	1129	1115	1127

Contract	Volume	Change	OI	Change
July-12	3630	-380	4940	-930
Sept-12	6060	1120	9670	1110
Nov-12	120	80	170	-30

Spread	July-12	Sept-12	Nov-12
Basis	10		
July-12		83	
Sept-12			-116

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Jul-12	21.45	22.05	21.43	21.98	0.58
Oct-12	21.81	22.28	21.78	22.22	0.45
Mar-13	21.57	21.97	21.57	21.92	0.35

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	504.00	+7.75
Raw Sugar C&F (\$/MT)	Black Sea	547.00	+7.75
Sugar White FOB (\$/MT)	Santos Port	584.50	+7.75

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'12/Oct'12	107.5	1.5
Dec'12/Oct'12	91.5	-1
Dec'12/Mar'13	86	1.75

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
		04-7-2012	03-7-2012	
Sugar	Delhi - Grade M	3240	3200	+40
	Delhi - Grade S	3160	3140	+20
	Delhi - Grade L	3300	3260	+40
	UP- Khatauli Grade M	3260	3200	+60
	UP- Ramala Grade M	3175	3115	+60
	Mumbai –Grade M	3241	3226	+15
	Mumbai –Grade S	3121	3071	+50
	Kolhapur – Grade M	3100	3050	+50
	Kolhapur – Grade S	3000	2950	+50
	Vijayawada – Grade M	3400	3400	Unch
	Vijayawada- Grade S	3300	3300	Unch
	Nagpur – Grade S	3225	3200	+25
	Kolkata – Grade M	3280	-	-
	Chennai - Grade S	3000	2970	+30

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

Gur Spot Prices (Rs/Qtl)

Markets	Variety	04-7-2012	03-7-2012	
Muzaffar Nagar	Khurpa	2950	2900	+50
	Laddu	-	-	-
	Rascut	2875	2850	+25
	Sukha (Cold)	2925	2900	+25
	Gila	2900	2875	+25
Maharashtra	Lal Variety	3000	3050	-50
Bangalore	Achhu	2900	2900	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	2800	-	-
Belthangadi	Yellow (Average)	2800	2800	Unch
Bijapur	Achhu	-	2650	-
Gulbarga	Other (Average)	-	2500	-
Mahalingapura	Penti (Average)	2880	-	-
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	-	3170	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	04-7-2012	03-7-2012	Change
Dorala	M-30	3160	3130	30
Mawana	M-30	3180	3140	40
Modinagar	M-30	3155	3100	55
Malakpur	M-30	3120	3070	50
Simbholi	M-30	3270	3250	20
Asamoli	M-30	3240	3200	40
Dhanora	M-30	3150	3130	20
Dhampur	M-30	3130	3080	50
Kinnoni	M-31	3340	3270	70
Budhana	M-31	3180	3100	80
Thanabhavan	M-31	3175	3100	75

UP Government Mills Tender Rates				
Centre	Origin/Grade	04-7-2012	03-7-2012	Change
Morna	M-30	3110	3080	30
Nanotha	M-30	3100	3065	35
Nazibabad	M-30	3090	3060	30
Ramlaxman	M-30	-	-	-
Sakoti	M-30	3130	3050	80
Amroha	M-30	3130	3070	60
Chandpur	M-30	3130	3065	65

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	04-7-2012	03-7-2012	Change
Baghpat	M-30	3120	3080	40
Gajraula	M-30	3100	3060	40
BulandShahar	M-30	3130	3080	50
Anupshahar	M-30	3100	3060	40

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	03-07-2012
BHIMA SHANKAR	S.PP	2995
	M.PP	3065
PANDHARPUR	S1.PP	2983
	M.PP	3053
PUSHPA (NANDUBAR)	S.PP	3025
	S.JB	3041
VENKATESH	S.PP	2973
	M.PP	3040
GHODGANGA	S.JB	2993
	M.PP	3000
D.Y PATIL	S.PP	2933
AMBEDKAR	S1.PP	2968.00-2970.00
	S.JK	2970.00-2978.00
BHOGAWATI	M.PP	3108
KUMBHI	S1.PP	2988.00 OPEN

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