

Sugar & Gur Domestic & International Fundamentals:

- Sugar prices moved up sharply in key spot markets today.
- As per recent survey done by Agriwatch, Sugar cane area seems to increase by 8% on an average in UP Y-o-Y owing to good cane remuneration to farmers compared to other competitive crops. It is notable that Agriwatch estimate is lower than increase in cane area estimated by government for 2012-13.
- Brazil sugar vessel line up increased to 70 compared to 51 stood at last month. Out of total 70 vessels, 33 vessels are waiting for loading sugar at Santos port. Wet weather conditions in the center south region slowed loading of bulk raws.
- 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 Thursday.
- 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	-8	2986	3070	2986	2992
Aug-12	-15	3074	3100	3052	3062
Sept-12	-22	3122	3160	3108	3115

Contract	Volume	Change	OI	Change
July-12	3370	-2280	7330	-1660
Aug-12	17950	-2600	26340	1800
Sept-12	7830	690	11600	2350

Spread	July-12	Aug-12	Sept-12
Basis	158	88	35
July-12		70	123
Sept-12			53

Stocks	Demat	In-Process	Total	FED
	04-07-12	04-07-12	04-07-12	02-07-12
Kolhapur M	2648	600	3248	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	8.5	1162	1174	1158.5	1169
Sept-12	19	1247	1268	1242.5	1260
Nov-12	20	1130	1144.5	1124	1142

Contract	Volume	Change	OI	Change
July-12	6320	2690	2470	-2470
Sept-12	9960	3900	11390	1720
Nov-12	100	-20	200	30

Spread	July-12	Sept-12	Nov-12
Basis	21	-70	48
July-12		91	-27
Sept-12			-118

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	511.50	+7.50
Raw Sugar C&F (\$/MT)	Black Sea	554.50	+7.50
Sugar White FOB (\$/MT)	Santos Port	592.00	+7.50

Brazil White Sugar Premium (US\$/MT)

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

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	21	
Brazil Anhydrous	19.81	
Brazil Hydrous	17.33	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		05-7-2012	04-7-2012	
Sugar	Delhi - Grade M	3250	3240	+10
	Delhi - Grade S	3200	3160	+40
	Delhi - Grade L	3300	3300	Unch
	UP- Khatauli Grade M	3260	3260	Unch
	UP- Ramala Grade M	3185	3175	+10
	Mumbai –Grade M	3261	3241	+20
	Mumbai –Grade S	3131	3121	+10
	Kolhapur – Grade M	3150	3100	+50
	Kolhapur – Grade S	3050	3000	+50
	Vijayawada – Grade M	3430	3400	+30
	Vijayawada- Grade S	3330	3300	+30
	Nagpur – Grade S	3250	3225	+25
	Kolkata – Grade M	3320	3280	+40
	Chennai - Grade S	3000	3000	Unch

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

Gur Spot Prices (Rs/Qtl)

Markets	Variety	05-7-2012	04-7-2012	
Muzaffar Nagar	Khurpa	3000	2950	+50
	Laddu	-	-	-
	Rascut	2875	2875	Unch
	Sukha (Cold)	2975	2925	+50
	Gila	2925	2900	+25
Maharashtra	Lal Variety	3050	3000	+50
Bangalore	Achhu	2900	2900	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	2800	2800	-
Belthangadi	Yellow (Average)	2800	2800	Unch
Bijapur	Achhu	2645	-	-
Gulbarga	Other (Average)	2500	2475	+25
Mahalingapura	Penti (Average)	2890	2880	+10
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2300	2300	Unch
	Other (Medium)	2350	2350	Unch
	Yellow (Medium)	2400	2400	Unch
Shimoga	Achhu (Average)	-	2275	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	05-7-2012	04-7-2012	Change
Dorala	M-30	3190	3160	30
Mawana	M-30	3210	3180	30
Modinagar	M-30	3200	3155	45
Malakpur	M-30	3170	3120	50
Simbholi	M-30	3300	3270	30
Asamoli	M-30	3280	3240	40
Dhanora	M-30	3160	3150	10
Dhampur	M-30	3170	3130	40
Kinnoni	M-31	3380	3340	40
Budhana	M-31	3250	3180	70
Thanabhavan	M-31	3245	3175	70

UP Government Mills Tender Rates				
Centre	Origin/Grade	05-7-2012	04-7-2012	Change
Morna	M-30	3140	3110	30
Nanotha	M-30	3130	3100	30
Nazibabad	M-30	3120	3090	30
Ramlaxman	M-30	-	-	-
Sakoti	M-30	3140	3130	10
Amroha	M-30	3140	3130	10
Chandpur	M-30	3130	3130	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	05-7-2012	04-7-2012	Change
Baghpat	M-30	3160	3120	40
Gajraula	M-30	3130	3100	30
BulandShahar	M-30	3130	3130	Unch
Anupshahar	M-30	3110	3100	10

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	04-07-2012
JAWAHAR	M2.PP	3068
	M1.PP	3143
BHANDARKOTHE	S.PP	3021.00-3022.00
DATT SHIROL	S1.PP	3063.00-3064.00
SHRIGONDA	S.JB	3030
GANESH	S.PP	3008
	S1.JB	3060
MADHUKAR	S.PP	3051
	M.PP	3111
SOMESHWAR	M.PP	3060
SADASHIV	S.PP	2995.00-3000.00
	M.JB	3030.00-3032.00
WARANA	S.PP	3055.00-3058.00
KCW	S.PP	3048
SHARAD	S.PP	3013
SANGAMNER	S.PP	305100
	S1.JB	3103
LOKNETE	S.PP	3023
	M.PP	3053

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