

Sugar & Gur Domestic & International Fundamentals:

- Mostly firm sentiment featured in Sugar domestic markets on Friday.
- As per trade information, Maharashtra, country's largest sugar producing state, has had very low rainfall in June which could hit yields.
- As per Agriwatch estimate, 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.
- According to Dow Jones, India's sugar production next marketing year will likely fall by 1 million metric tonnes to 25 million tonnes as inadequate rainfall is expected to affect cane output in major growing regions.
- Steady to firm sentiments witnessed in Gur market on Friday.
- 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.
- 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 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	23.00	3014.00	3029.00	3010.00	3020.00
Aug-12	-5.00	3077.00	3089.00	3050.00	3063.00
Sept-12	-12.00	3124.00	3133.00	3100.00	3110.00

Contract	Volume	Change	OI	Change
July-12	770	-2600	5030	-2300
Aug-12	7,190	-10760	25630	-710
Sept-12	3,410	-4420	11760	160

Spread	July-12	Aug-12	Sept-12
Basis	180	---	---
July-12		43	90
Aug-12			47

Stocks	Demat	In-Process	Total	FED
	05-07-12	05-07-12	05-07-12	02-07-12
Kolhapur M	2948	462	3410	849
Kolhapur S	-	-	-	-
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12	640.50	645.80	632.10	633.00	-6.80
Oct -12	600.10	607.30	593.50	594.00	-6.00
Dec -12	584.10	591.80	579.40	579.40	-5.80

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	0.50	1169.50	1172.00	1165.00	1170.00
Sept-12	-6.00	1260.00	1263.50	1250.50	1253.00
Nov-12	-3.50	1130.00	1130.00	1130.00	1130.00

Contract	Volume	Change	OI	Change
July-12	640	-5680	2110	-360
Sept-12	3,700	-6260	11330	-60
Nov-12	10	-90	190	-10

Spread	July-12	Sept-12	Nov-12
Basis	30	---	---
July-12		83	-40
Sept-12			-123

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-12	22.09	22.69	21.80	21.92	-0.06
Mar-13	22.21	22.88	22.21	22.33	+0.11
May-13	21.92	22.55	21.92	22.17	+0.25

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	506.50	-5.00
Raw Sugar C&F (\$/MT)	Black Sea	549.50	-5.00
Sugar White FOB (\$/MT)	Santos Port	587.25	-4.75

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'12/Oct'12	111.25	+3.75
Dec'12/Oct'12	96.50	+5.00
Dec'12/Mar'13	87.50	+1.50

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	21.32	+0.32
Brazil Anhydrous	20.14	+0.33
Brazil Hydrous	17.61	+0.28

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		06-7-2012	05-7-2012	
Sugar	Delhi - Grade M	3260	3250	+10
	Delhi - Grade S	3205	3200	+5
	Delhi - Grade L	3340	3300	+40
	UP- Khatauli Grade M	3260	3260	Unch
	UP- Ramala Grade M	3170	3185	-15
	Mumbai –Grade M	3271	3261	+10
	Mumbai –Grade S	3161	3131	+30
	Kolhapur – Grade M	3200	3150	+50
	Kolhapur – Grade S	3100	3050	+50
	Vijayawada – Grade M	3450	3430	+20
	Vijayawada- Grade S	3350	3330	+20
	Nagpur – Grade S	3250	3250	Unch
	Kolkata – Grade M	3320	3320	Unch
	Chennai - Grade S	3200	3100	+100

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

Gur Spot Prices (Rs/Qtl)

		06-7-2012	05-7-2012	
Muzaffar Nagar	Khurpa	3000	3000	Unch
	Laddu	-	-	--
	Rascut	2900	2875	+25
	Sukha (Cold)	3000	2975	+25
	Gila	2950	2925	+25
Maharashtra	Lal Variety	3050	3050	Unch
Bangalore	Achhu	2900	2900	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	2800	2800	Unch
Belthangadi	Yellow (Average)	2800	2800	Unch
Bijapur	Achhu	2620	2645	-25
Gulbarga	Other (Average)	2575	2500	+75
Mahalingapura	Penti (Average)	2840	2890	-50
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2300	2300	Unch
	Other (Medium)	2400	2350	+50
	Yellow (Medium)	2450	2400	+50
Shimoga	Achhu (Average)	-	3175	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	06-7-2012	05-7-2012	Change
Dorala	M-30	3190	3190	Unch
Mawana	M-30			Unch
Modinagar	M-30			Unch
Malakpur	M-30			Unch
Simbholi	M-30			Unch
Asamoli	M-30	3280	3280	Unch
Dhanora	M-30			Unch
Dhampur	M-30			Unch
Kinnoni	M-31			Unch
Budhana	M-31			Unch
Thanabhavan	M-31			Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	06-7-2012	05-7-2012	Change
Morna	M-30			Unch
Nanotha	M-30			Unch
Nazibabad	M-30			Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30			Unch
Amroha	M-30			Unch
Chandpur	M-30			Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	06-7-2012	05-7-2012	Change
Baghpat	M-30			Unch
Gajraula	M-30			Unch
BulandShahar	M-30			Unch
Anupshahar	M-30			Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	05-07-2012
KUKADI	S.PP	3041
	M.PP	3095
SAHYADRI	S.PP	3051.00-3058.00
	M.PP	3158.00 OPEN
SONHIRA	M.PP	3138
	M.JK	3148
RAYAT	S.JB	3100
	M.JB	3200
RAHURI	S1.PP	3065.00-3070.00
ASHOK	S.PP	3061
	M.JB	3151
PRAWARA	S1.PP	3067
	M.JK	3125
VENKATESH	S.PP	3050
	M.PP	3080
GHODGANGA	S.PP	3070
	M.PP	3080
GURUDATT	M.PP	3160.00 OPEN
BIDRI	S.PP	3048
	M.PP	3128

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