

Sugar & Gur Domestic & International Fundamentals:

- Mixed sentiment featured in Sugar domestic markets on Saturday.
- Fresh demand from the East and fresh buying from Gujarat, Rajasthan and Madhya Pradesh in Maharashtra have pushed up the sentiment in coming days.
- 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 sentiments witnessed in Gur market on Saturday.
- 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	22.00	3044.00	3070.00	3035.00	3040.00
Aug-12	5.00	3072.00	3077.00	3057.00	3066.00
Sept-12	0.00	3065.00	3125.00	3065.00	3111.00

Contract	Volume	Change	OI	Change
July-12	1,410	640	3910	-1120
Aug-12	5,940	-1250	25260	-370
Sept-12	2,450	-960	12700	940

Spread	July-12	Aug-12	Sept-12
Basis	110	--	--
July-12		26	71
Aug-12			45

Stocks	Demat	In-Process	Total	FED
	06-07-12	06-07-12	06-07-12	02-07-12
Kolhapur M	3709	162	3871	849
Kolhapur S	34	--	34	--
Sangli S	--	--	--	--

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12	635.00	641.00	630.50	640.10	+7.10
Oct -12	596.20	602.40	591.20	601.50	+7.50
Dec -12	580.90	587.30	577.30	587.30	+7.90

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	15.00	1170.00	1186.00	1170.00	1183.00
Sept-12	11.50	1254.00	1270.00	1250.50	1266.00
Nov-12	--1.00	1135.50	1135.50	1132.50	1132.50

Contract	Volume	Change	OI	Change
July-12	1,500	860	1730	-380
Sept-12	4,300	600	11420	90
Nov-12	20	10	190	0

Spread	July-12	Sept-12	Nov-12
Basis	17	---	---
July-12		83	-50.5
Sept-12			-133.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-12	21.81	22.38	21.69	22.25	+0.33
Mar-13	22.26	22.67	22.18	22.62	+0.29
May-13	22.08	22.47	22.05	22.46	+0.29

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	111.50	+0.25
Dec'12/Oct'12	97.25	+0.75
Dec'12/Mar'13	88.75	+1.25

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	21.32	Unch
Brazil Anhydrous	20.14	Unch
Brazil Hydrous	17.61	Unch

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		07-7-2012	06-7-2012	
Sugar	Delhi - Grade M	3260	3260	Unch
	Delhi - Grade S	3205	3205	Unch
	Delhi - Grade L	3330	3340	-10
	UP- Khatauli Grade M	3250	3260	-10
	UP- Ramala Grade M	3165	3170	-5
	Mumbai –Grade M	3281	3271	+10
	Mumbai –Grade S	3150	3161	-11
	Kolhapur – Grade M	3150	3200	-50
	Kolhapur – Grade S	3050	3100	-50
	Vijayawada – Grade M	3480	3450	+30
	Vijayawada- Grade S	3380	3350	+30
	Nagpur – Grade S	3250	3250	Unch
	Kolkata – Grade M	3320	3320	Unch
	Chennai - Grade S	3200	3200	Unch

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

Gur Spot Prices (Rs/Qtl)

		07-7-2012	06-7-2012	
Muzaffar Nagar	Khurpa	3000	3000	Unch
	Laddu	-	-	-
	Rascut	2900	2900	Unch
	Sukha (Cold)	3000	3000	Unch
	Gila	2950	2950	Unch
Maharashtra	Lal Variety	3050	3050	Unch
Bangalore	Achhu	2900	2900	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	2900	2800	+100
Belthangadi	Yellow (Average)	-	2800	-
Bijapur	Achhu	2740	2620	+120
Gulbarga	Other (Average)	2500	2575	-75
Mahalingapura	Penti (Average)	-	2840	-
Mandya	Achhu (Medium)	-	2450	-
	Kurikatu (Medium)	-	2300	-
	Other (Medium)	-	2400	-
	Yellow (Medium)	-	2450	-
Shimoga	Achhu (Average)	-	-	-

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	7/6/2012
KILLARI	S1.JB	3058
CHANDRBHAGA	S1.PP	3009
RAHURI	S1.PP	3080
MAKAI	S.PP	3045.00 OPEN
DAMAJI	S.JB	3052
	S1.JB	3082
VRIDHESHWAR	S1.PP	3065.00-3067.00
SANGAMNER	S.PP	3033.00-3035.00
	M.JB	3162.00-3171.00
MULA	S.PP	3080
	M.PP-JB	3122.00-3170.00
SHRIGONDA	S.PP	3030
	S.JB	3050
SADASHIV	S.JB	3001.00-3005.00
	M.JB	3045.00-3048.00
WARANA	S.PP	3055
SHARAD	S.PP	3043



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