

Sugar & Gur Domestic & International Fundamentals:

- Firm sentiments witnessed in various sugar spot markets on Tuesday.
- Government has imposed 10% import duty on sugar keeping in view higher sugar output over consumption for the coming year. It is notable that zero import duty on sugar has expired on June 30th 2012.
- Indian sugar exporters are waiting for surge in white sugar prices in international market which would increase the sugar export parity. It is notable that sugar prices surged sharply from last month in international markets taking cues from wet conditions in Brazil main cane belt Sao Paulo which declined the sucrose content from sugarcane and also delayed the sugarcane harvesting. In addition to it, continuous rainfall at major Brazilian ports like Santos and Paranagua hampers the sugar loading resulted in congestion which supports the sugar prices in international markets.
- Government of India has increased sugarcane production estimate for 2011-12 to 357.67 million tons in its fourth advance estimate up from 351.1 million tons estimated by government in its third advance estimate. Increase in sugarcane estimate by government might offset the impact of recent bullishness in the sugar prices.
- Sugar prices are likely to stay in Bull Run in the coming days keeping in view good spot demand supported by firm international cues and lack of rainfall in sugarcane belt in India.
- Gur prices declined today in Muzaffar nagar spot mandi over increased sugarcane estimate by government.
- Around 1120000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 16th July 2012 which are 57000 bags higher compared to last year same period stock position of gur. Out of total gur stock position, there are around 778000 bags of Chaku variety and 128000 bags of Papdi variety gur stored in Cold storages.
- Last week around 28000 bags of gur sold out from Cold storages which were lesser than previous year owing to kavayatra which restricts the demand of gur.

Outlook:

Sugar prices are moving upwards due to firm spot demand. Also, prices in gur moved upwards in Muzaffar nagar mandi owing to gur holding by traders in anticipation of higher prices supported by increasing offtake of gur from cold storages

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Aug-12	-13	3285	3300	3225	3254
Sept-12	-24	3352	3382	3288	3311
Oct-12	-22	3515	3515	3372	3400

Contract	Volume	Change	OI	Change
Aug-12	37030	4730	34670	310
Sept-12	21180	7600	23210	3520
Oct-12	2810	230	7860	490

Spread	Aug-12	Sept-12	Oct-12
Basis	146		
Aug-12		57	
Sept-12			89

Stocks	Demat	In-Process	Total	FED
	16-07-12	16-07-12	16-07-12	16-07-12
Kolhapur M	2247	0	2247	2247
Kolhapur S	34	0	34	34
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Oct-12	610.8	617.5	606.3	616.1	2.4
Dec-12	596	602.3	591.3	599.7	1.3
Mar-13	601.5	607.6	596.6	605.1	0.8

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Sept-12	-13	1333	1333	1290.5	1297.5
Nov-12	-10	1160	1175	1159.5	1160.5
Dec-12	-11.5	1145	1148	1145	1148

Contract	Volume	Change	OI	Change
Sept-12	12390	-7650	10010	-1070
Nov-12	320	-300	520	110
Dec-12	20	0	370	10

Spread	Sept-12	Nov-12	Dec-12
Basis	-72.5		
Sept-12		-137	
Nov-12			-12.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-12	22.73	22.92	22.32	22.77	0.04
Mar-13	23.19	23.27	22.8	23.22	0.02
May-13	22.88	23.06	22.63	23	0.01

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	512.00	+6.00
Raw Sugar C&F (\$/MT)	Black Sea	555.00	+6.00
Sugar White FOB (\$/MT)	Santos Port	594.75	-3.50

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'12/Oct'12	113	-0.25
Dec'12/Oct'12	98	-0.25
Dec'12/Mar'13	87.5	-0.5

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	20.93	0.33
Brazil Anhydrous	19.22	-0.09
Brazil Hydrous	16.92	0.02

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		17-7-2012	16-7-2012	
Sugar	Delhi - Grade M	3425	3380	+45
	Delhi - Grade S	3400	-	-
	Delhi - Grade L	3450	3430	+20
	UP- Khatauli Grade M	3500	3400	+100
	UP- Ramala Grade M	3370	3360	+10
	Mumbai –Grade M	3491	3411	+80
	Mumbai –Grade S	3411	3301	+110
	Kolhapur – Grade M	3400	3250	+150
	Kolhapur – Grade S	3250	3175	+75
	Vijayawada – Grade M	3580	3550	+30
	Vijayawada- Grade S	3480	3450	+30
	Nagpur – Grade S	3500	3400	+100
	Kolkata – Grade M	3450	3400	+50
	Chennai - Grade S	3350	3350	Unch

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

Gur Spot Prices (Rs/Qtl)				
		17-7-2012	16-7-2012	
Muzaffar Nagar	Khurpa	3000	3000	-
	Laddu	-	-	-
	Rascut	2925	2913	+12
	Sukha (Cold Storage)	3063	3075	-12
	Gila	3025	3025	Unch
Maharashtra	Lal Variety	3100	3100	Unch
Bangalore	Achhu	3200	3200	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	2800	2800	Unch
Bijapur	Achhu	2950	2890	+60
Gulbarga	Other (Average)	3000	3050	-50
Mahalingapura	Penti (Average)	2870	-	-
Mandya	Achhu (Medium)	2500	2550	-50
	Kurikatu (Medium)	2300	2300	Unch
	Other (Medium)	2400	2350	+50
	Yellow (Medium)	2450	2500	-50
Shimoga	Achhu (Average)	-	3200	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	17-7-2012	16-7-2012	Change
Dorala	M-30	3440	3400	40
Mawana	M-30	3450	3390	60
Modinagar	M-30	3400	3350	50
Malakpur	M-30	3390	3340	50
Simbholi	M-30	3500	3450	50
Asamoli	M-30	3480	3430	50
Dhanora	M-30	3380	3330	50
Dhampur	M-30	3360	3300	60
Kinnoni	M-31	3570	3550	20
Budhana	M-31	3450	3390	60
Thanabhavan	M-31	3440	3385	55

UP Government Mills Tender Rates				
Centre	Origin/Grade	17-7-2012	16-7-2012	Change
Morna	M-30	3330	3260	70
Nanotha	M-30	3300	3250	50
Nazibabad	M-30	3300	3250	50
Sakoti	M-30	3340	3260	80
Amroha	M-30	3350	3280	70
Chandpur	M-30	3330	3270	60

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	17-7-2012	16-7-2012	Change
Baghpat	M-30	3330	3280	50
Gajraula	M-30	3300	3250	50
BulandShahar	M-30	3340	3270	70
Anupshahar	M-30	3310	3240	70

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	16-07-2012
CHANDRBHAGA	S1.PP	3278
NATURAL	S1.PP	3245.00-3248.00
SIDHENATH	S1.PP	3255
	M/30	3286
WARANA	S1.PP	3298
MADHA	S.PP	3268
GHODGANGA	S.JB	3350
	M.PP	3350
PRAWARA	S1.PP	3303.00-3306.00
RENA	S.PP	3273
SHREEPUR	S.PP	3218
	M.PP	3333
DATT SHIROL	S.PP	3305.00-3306.00
RAYAT	S1.JB	3300
SADASHIV	S.JB	3213
	M.JB	3261
AKLUJ	S.JK	3201
	S1.JK	3232.00-3239.00
SANGAMNER	S1.JB	3370
	M.JB	3410
CHOPDA	S1.JB	3390
	M.JB	3465

AAJRA	S.PP	3223
D.Y PATIL	S1.PP	3300
SAHYADRI	S1.PP	3275.00-3283.00
SHARAD	S1.PP	3273
	M.PP	3358

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