

Sugar & Gur Domestic & International Fundamentals:

- Sugar prices declined today in key spot markets on Wednesday owing to profit booking by traders at higher levels. In addition to it, higher sugarcane production estimate by government in its fourth advance estimate weigh on the sugar prices.
- Chinese demand, which has been strong, is likely to weaken in the coming days due to higher sugar imports by China. It is notable that China imported 2.33 million tons of sugar in first eight months up from 0.82 million tons in same period previous year.
- Scanty rainfall hit sugarcane crop in Maharashtra resulted in lower sugarcane production by 15% from last year. Crop available for crushing will drop to 65mt compared to 77.1mt last year. Average recovery of sucrose is expected to decline to 11.50% in 2012-13 compared to 11.65% last year. If situation gets worse than it would be difficult for some millers to go for crushing in the coming season.
- 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.
- Gur prices are moving range bound today in Muzaffar nagar spot mandi.
- Around 1120000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 1st 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 kavad yatra which restricts the demand of gur.

Outlook:

Sugar prices are likely to correct from higher levels but long term sentiments are still bullish as expected. However, prices in gur moved upwards in Muzaffar nagar mandi owing to gur holding by traders in anticipation of higher prices supported by increasing off take of gur from cold storages

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Aug-12	-31	3236	3251	3217	3217
Sept-12	-20	3298	3304	3261	3282
Oct-12	-31	3375	3383	3346	3361

Contract	Volume	Change	OI	Change
Aug-12	33070	-3960	37520	2850
Sept-12	17970	-3210	25170	1960
Oct-12	2950	140	8370	510

Spread	Aug-12	Sept-12	Oct-12
Basis	133		
Aug-12		65	
Sept-12			79

Stocks	Demat	In-Process	Total	FED
	17-07-12	17-07-12	17-07-12	16-07-12
Kolhapur M	1518	0	1518	2247
Kolhapur S	34	0	34	34
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Oct-12	613.4	618.5	609.6	617.9	1.8
Dec-12	596.7	600.9	594.5	600.4	0.7
Mar-13	601.2	606.1	599.7	605	-0.1

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Sept-12	-4	1290	1329	1288	1295
Nov-12	-1.5	1152	1195	1152	1161.5
Dec-12	1.5	1170	1170	1148	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	-65		
Sept-12		-133.5	
Nov-12			-13.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-12	22.8	22.85	22.46	22.79	0.02
Mar-13	23.14	23.23	22.85	23.18	-0.04
May-13	23.01	23.01	22.67	22.96	-0.04

Brazil Sugar Quotes (Kingsman US\$/MT)

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

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'12/Oct'12	115.75	2.75
Dec'12/Oct'12	98.5	0.5
Dec'12/Mar'13	89.75	2.25

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	21.21	0.28
Brazil Anhydrous	19.18	-0.04
Brazil Hydrous	16.88	-0.04

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		18-7-2012	17-7-2012	
Sugar	Delhi - Grade M	3390	3425	-35
	Delhi - Grade S	3340	3400	-60
	Delhi - Grade L	3420	3450	-30
	UP- Khatauli Grade M	3440	3500	-60
	UP- Ramala Grade M	3370	3370	Unch
	Mumbai -Grade M	3471	3491	-20
	Mumbai -Grade S	3401	3411	-10
	Kolhapur - Grade M	3350	3400	-50
	Kolhapur - Grade S	3250	3250	Unch
	Vijayawada - Grade M	3640	3580	+60
	Vijayawada- Grade S	3530	3480	+50
	Nagpur - Grade S	3450	3500	-50
	Kolkata - Grade M	3450	3450	Unch
	Chennai - Grade S	3350	3350	Unch

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

Gur Spot Prices (Rs/Qtl)

		18-7-2012	17-7-2012	
Muzaffar Nagar	Khurpa	3200	3000	+200
	Laddu	-	-	-
	Rascut	2963	2925	+38
	Sukha (Cold Storage)	3075	3063	+12
	Gila	3025	3025	Unch
Maharashtra	Lal Variety	3125	3100	+25
Bangalore	Achhu	3200	3200	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	3000	-	-
Belthangadi	Yellow (Average)	2900	2800	+100
Bijapur	Achhu	-	2950	-
Gulbarga	Other (Average)	2850	3000	-150
Mahalingapura	Penti (Average)	2940	2870	+70
Mandya	Achhu (Medium)	-	2500	-
	Kurikatu (Medium)	-	2300	-
	Other (Medium)	-	2400	-
	Yellow (Medium)	-	2450	-
Shimoga	Achhu (Average)	-	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	18-7-2012	17-7-2012	Change
Dorala	M-30	3440	3440	Unch
Mawana	M-30	3450	3450	Unch
Modinagar	M-30	3400	3400	Unch
Malakpur	M-30	3390	3390	Unch
Simbholi	M-30	3500	3500	Unch
Asamoli	M-30	3480	3480	Unch
Dhanora	M-30	3380	3380	Unch
Dhampur	M-30	3360	3360	Unch
Kinnoni	M-31	3570	3570	Unch
Budhana	M-31	3450	3450	Unch
Thanabhavan	M-31	3440	3440	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	18-7-2012	17-7-2012	Change
Morna	M-30	3330	3330	Unch
Nanotha	M-30	3300	3300	Unch
Nazibabad	M-30	3300	3300	Unch
Sakoti	M-30	3340	3340	Unch
Amroha	M-30	3350	3350	Unch
Chandpur	M-30	3330	3330	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	18-7-2012	17-7-2012	Change
Baghpat	M-30	3330	3330	Unch
Gajraula	M-30	3300	3300	Unch
BulandShahar	M-30	3340	3340	Unch
Anupshahar	M-30	3310	3310	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	17-07-2012
DAUND	S.PP	3365
	S1.PP	3375.00 OPEN
VRIDHESHWAR	S1.PP	3301
ASHOK	S.PP	3298
	M.PP	3398.00 OPEN
MULA	S.PP	3285
	M.PP	3365.00-3380.00
MALEGAON	S.JK	3293
	S.JB	3303
AMBEDKAR	S1.PP	3247.00-3255.00
HUTATMA	S2.PP	3320
	S1.JB	3350
BHOGAWATI	M.PP	3450

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