

## Sugar & Gur Domestic & International Fundamentals:

- Sugar prices surged heavily today in spot market. Increase in cane prices by government support the prices of sugar.
- Sugar traders protested against the sudden imposition of a 5.5% VAT on sugar, wholesaler sugar dealers observed a strike on Friday in Ludhiana. They stated that the 5.5% VAT is not justified as it would affect the consumers and also increase tax evasion.
- Market prices of sugar are likely to increase due to festive seasons. Millers are reluctant to sell sugar, as they expect to fetch a higher price, later, for their produce.
- LIFFE sugar - international benchmark for sugar prices, has risen 9% to \$641 per ton over the last one month. The world sugar market has been on the up since the beginning of June due to delay in Brazil's supply and its lower output estimate due to heavy rains
- Gur prices improved today in Muzaffar nagar market due to increase in spot demand.
- Around 1120000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 16<sup>th</sup> 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.

## Outlook:

Sugar prices moved steeply moved upwards due to strong fundamentals. Traders are positive about higher demand in the coming days due to Ramzan and Hindu festivals such as Raksha Bandhan and Janmashtami. However, gur prices are moving range bound but likely to surge in the coming days due to depleting Gur stock position in the cold storages.

## NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Aug-12	78	3278	3370	3275	3273
Sept-12	77	3356	3437	3352	3344
Oct-12	89	3417	3495	3417	3395

Contract	Volume	Change	OI	Change
Aug-12	35380	11730	37210	-1010
Sept-12	17810	6310	28820	1500
Oct-12	2800	1800	10130	920

Spread	Aug-12	Sept-12	Oct-12
Basis	227		
Aug-12		71	
Sept-12			51

Stocks	Demat	In-Process	Total	FED
	20-07-12	20-07-12	20-07-12	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	636.3	652.1	635.7	650.5	14.2
Dec-12	612.4	626.1	611	624.2	11.2
Mar-13	614.4	626.7	612.3	624.2	10.1

## NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Sept-12	27.5	1290	1323	1287	1286.5
Nov-12	19	1180	1201	1174	1175.5
Dec-12	18	1156	1165	1154	1147

Contract	Volume	Change	OI	Change
Sept-12	15500	-3060	13720	-590
Nov-12	590	-200	1340	170
Dec-12	220	170	500	0

Spread	Sept-12	Nov-12	Dec-12
Basis	-71.3		
Sept-12		-111	
Nov-12			-28.5

## ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-12	23.25	23.99	23.08	23.92	0.67
Mar-13	23.48	24.1	23.43	23.98	0.4
May-13	23.12	23.54	23.07	23.29	0.09

## Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	521.50	<b>+7.25</b>
Raw Sugar C&F (\$/MT)	Black Sea	562.50	<b>+7.25</b>
Sugar White FOB (\$/MT)	Santos Port	609.75	<b>+7.00</b>

## Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'12/Oct'12	123	<b>-0.5</b>
Dec'12/Oct'12	95	<b>-6.25</b>
Dec'12/Mar'13	93.25	<b>-1.25</b>

## Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	21.91	<b>0.25</b>
Brazil Anhydrous	19.31	<b>0.02</b>
Brazil Hydrous	17	<b>0.02</b>

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		21-7-2012	20-7-2012	
Sugar	Delhi - Grade M	3500	3425	<b>+75</b>
	Delhi - Grade S	-	3380	<b>-</b>
	Delhi - Grade L	3550	3450	<b>+100</b>
	UP- Khatauli Grade M	3680	3580	<b>+100</b>
	UP- Ramala Grade M	-	-	<b>-</b>
	Mumbai –Grade M	3521	3471	<b>+50</b>
	Mumbai –Grade S	3436	3411	<b>+25</b>
	Kolhapur – Grade M	3500	3400	<b>+100</b>
	Kolhapur – Grade S	3350	3300	<b>+50</b>
	Vijayawada – Grade M	3660	3640	<b>+20</b>
	Vijayawada- Grade S	3550	3530	<b>+20</b>
	Nagpur – Grade S	3500	3450	<b>+50</b>
	Kolkata – Grade M	3490	3450	<b>+40</b>
	Chennai - Grade S	3350	3350	<b>Unch</b>

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

Gur Spot Prices (Rs/Qtl)				
		21-7-2012	20-7-2012	
Muzaffar Nagar	Khurpa	3200	3100	<b>+100</b>
	Laddu	-	-	<b>-</b>
	Rascut	2963	2950	<b>+13</b>
	Sukha (Cold)	3038	3015	<b>+23</b>
	Gila	2975	2950	<b>+25</b>
Maharashtra	Lal Variety	3100	3125	<b>-25</b>
Bangalore	Achhu	3050	3000	<b>+50</b>
	Mudde	3200	3050	<b>+150</b>
Belgaum	Mudde	-	-	<b>-</b>
Belthangadi	Yellow (Average)	2800	2800	<b>Unch</b>
Bijapur	Achhu	2800	2910	<b>-110</b>
Gulbarga	Other (Average)	2875	2900	<b>-25</b>
Mahalingapura	Penti (Average)	-	2880	<b>-</b>
Mandya	Achhu (Medium)	2600	2550	<b>+50</b>
	Kurikatu (Medium)	2300	2300	<b>Unch</b>
	Other (Medium)	2450	2450	<b>Unch</b>
	Yellow (Medium)	2450	2500	<b>-50</b>
Shimoga	Achhu (Average)	-	-	<b>-</b>

UP Private Mills Tender Rates				
Centre	Origin/Grade	21-7-2012	20-7-2012	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	21-7-2012	20-7-2012	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	21-7-2012	20-7-2012	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	7/20/2012
SADASHIV	S.JB	3253
	M.JB	3272
MAKAI	S.PP	3273
	M.PP	3348
SAHYADRI	S.PP	3310
BIDRI	S.JK	3333
	M.JK	3458
DATT SHIROL	S1.PP	3328
MULA	S1.PP	3333
	M.PP-JB	3370.00-3390.00
LOKNETE	S.PP	3258.00-3273.00
	M.PP	3308
BHOGAWATI	M.PP	3464
WARANA	S1.PP	3209.00-3212.00
VRIDHESHWAR	S1.PP	3290
KOLPEWADI	S.PP-JB	3322.00-3420.00
	M.JB	3640

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