

Sugar & Gur Domestic & International Fundamentals:

- Sugar prices showed upward movement in prices on good export demand, Tuesday.
- Sugar prices reached to a record high of Rs 3600, up by Rs 75-80 per quintal, on the Vashi wholesale market.
- India May Curb Exports due to increasing prices in the domestic market.
- According to Union Minister for consumer affairs, food and distribution, there is draught threat in some areas of Maharashtra, which is a major sugarcane growing state. But the sugarcane production will remain more or less same.
- Empowered Committee on Economic Affairs (CCEA) has increased Fair and Remunerative Price (FRP) to Rs170/quintal for 2012-13 from Rs 145/quintal last year. CCEA has raised the statutory minimum price for sugarcane by 17.25% to pay off farmers for rising cultivation costs. Increased FRP may not cover entire cost of production (especially labour and diesel costs) due to this farmers may suffer from losses. Sugarcane producers wait for the state advised price (SAP) is announced later by Uttar Pradesh, Punjab and Tamil Nadu, the FRP as its base.
- According to Agriculture department of Rajasthan Sugarcane has been planted in 5.4 thousand hectares so far. Sugarcane has been planted in 0.3 thousand hectares less than that in 2011-12.
- Sugarcane has been planted in 52.81 lac.hectares so far. Sugarcane has been planted in 2.02 lakh hectares more than that in 2011-12. (Source: Pib)
- Around 1084000 bags (40 kg each) of Gur has been stored in Muzaffar nagar cold storage till 23rd July 2012, which are 977000 bags higher compared to same period in last year, stock position. Out of total gur stock position, there are around 750000 bags of Chaku variety and 121000 bags of Papdi variety gur stored in Cold storages.

Outlook:

Sugar prices at NCDEX reflected profit booking while cash market remains up on good export demand and on concerns of poor rainfall in key sugarcane growing areas which could decline next year production. 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	26	3300	3361	3300	3314
Sept-12	26	3343	3414	3342	3365
Oct-12	17	3407	3461	3406	3409

Contract	Volume	Change	OI	Change
Aug-12	31140	-15260	33110	-2340
Sept-12	19340	-10230	31470	-370
Oct-12	3510	-1260	11510	500

Spread	Aug-12	Sept-12	Oct-12
Basis	236		
Aug-12		51	
Sept-12			44

Stocks	Demat 23-07-12	In-Process 23-07-12	Total 23-07-12	FED 23-07-12
Kolhapur M	1518	0	1518	1518
Kolhapur S	34	0	34	34
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Oct-12	646.6	649.9	640.5	645.6	-4.9
Dec-12	623.9	625	615.9	621.1	-3.1
Mar-13	624.2	626	617.2	622.7	-1.5

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Sept-12	6	1296	1308	1294	1298
Nov-12	3.5	1185.5	1193.5	1185.5	1187.5
Dec-12	-10	1160	1160	1160	1170

Contract	Volume	Change	OI	Change
Sept-12	7510	-4530	13040	390
Nov-12	330	-220	1500	140
Dec-12	10	-10	510	0

Spread	Sept-12	Nov-12	Dec-12
Basis	-78		
Sept-12		-110.5	
Nov-12			-17.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-12	23.92	24	23.48	23.89	-0.03
Mar-13	23.94	24	23.65	23.96	-0.02
May-13	23.32	23.38	23.06	23.32	0.03

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	528	-2.75
Raw Sugar C&F (\$/MT)	Black Sea	569	-2.25
Sugar White FOB (\$/MT)	Santos Port	612.50	-6.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'12/Oct'12	120.75	-2.25
Dec'12/Oct'12	96	1
Dec'12/Mar'13	94.25	1

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	22.2	0.29
Brazil Anhydrous	19.06	-0.25
Brazil Hydrous	17.01	0.01

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		24-7-2012	23-7-2012	
Sugar	Delhi - Grade M	3550	3560	-10
	Delhi - Grade S	3490	3490	Unch
	Delhi - Grade L	3560	3570	-10
	UP- Khatauli Grade M	3600	3660	-60
	UP- Ramala Grade M	3480	3490	-10
	Mumbai –Grade M	3590	3591	Unch
	Mumbai –Grade S	3491	3491	Unch
	Kolhapur – Grade M	3550	3550	Unch
	Kolhapur – Grade S	3450	3450	Unch
	Vijayawada – Grade M	3800	3730	+70
	Vijayawada- Grade S	3690	3620	+70
	Nagpur – Grade S	3600	3600	Unch
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	3425	3425	Unch

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

Gur Spot Prices (Rs/Qtl)				
		24-7-2012	23-7-2012	
Muzaffar Nagar	Khurpa	3200	3200	Unch
	Laddu	-	-	-
	Rascut	2963	2963	Unch
	Sukha (Cold)	3050	3025	+25
	Gila	3000	2975	+25
Maharashtra	Lal Variety	3150	3150	Unch
Bangalore	Achhu	3000	3050	-50
	Mudde	3100	3200	-100
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	2900	-	-
Bijapur	Achhu	2945	2845	+100
Gulbarga	Other (Average)	2900	-	-
Mahalingapura	Penti (Average)	2990	-	-
Mandya	Achhu (Medium)	2600	2550	+50
	Kurikatu (Medium)	2300	2300	Unch
	Other (Medium)	2350	2350	Unch
	Yellow (Medium)	2450	2450	Unch
Shimoga	Achhu (Average)	3100	3100	Unch

UP Private Mills Tender Rates				
Centre	Origin/Grade	24-7-2012	23-7-2012	Change
Dorala	M-30	3540	3540	Unch
Mawana	M-30	3550	3550	Unch
Modinagar	M-30	3520	3520	Unch
Malakpur	M-30	3500	3500	Unch
Simbholi	M-30	3620	3620	Unch
Asamoli	M-30	3600	3600	Unch
Dhanora	M-30	3540	3540	Unch
Dhampur	M-30	3530	3530	Unch
Kinnoni	M-31	3660	3660	Unch
Budhana	M-31	3550	3550	Unch
Thanabhavan	M-31	3540	3540	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	24-7-2012	23-7-2012	Change
Morna	M-30	3410	3410	Unch
Nanotha	M-30	3380	3380	Unch
Nazibabad	M-30	3380	3380	Unch
Sakoti	M-30	3400	3400	Unch
Amroha	M-30	3430	3430	Unch
Chandpur	M-30	3430	3430	Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	24-7-2012	23-7-2012	Change
Baghpat	M-30	3410	3410	Unch
Gajraula	M-30	3380	3380	Unch
BulandShahar	M-30	3420	3420	Unch
Anupshahar	M-30	3370	3370	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	23-07-2012
SANKHESHWAR	S/30	3488
LOKNETE	S.PP	3553
CHIKODI	S1.JB	3488
HUTATMA	M.PP	3548
SONHIRA	M.PP	3538.00 OPEEN
	M.JK	3548.00 OPEN
WARANA	S1.PP	3388

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