

Sugar & Gur Domestic & International Fundamentals:

- Steady to firm sentiments witnessed in various sugar spot markets on Thursday.
- Food Minister, on Thursday, firm stance to ban future trade in commodities which are showing volatile behaviors and impose restrictions on stocks is likely to bring some stability in the markets.
- Government has decided on Wednesday to releases unsold 2.9lac.tonne of levy sugar for open market sale, to arrest the rising prices are likely to impact prices to bring them down.
- 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.
- 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 are moving in a range with firm tone as markets spot markets showed marginal rise in prices. Sugar prices are likely to fall further as stockiest might reduce offtake. However, gur prices are likely to remain steady due to restricted demand.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Aug-12	-24	3360	3385	3327	3362
Sept-12	-31	3425	3443	3390	3428
Oct-12	-26	3460	3480	3435	3467

Contract	Volume	Change	OI	Change
Aug-12	22030	-13620	32190	-1920
Sept-12	16160	-12640	35030	-1220
Oct-12	2680	-1170	13110	550

Spread	Aug-12	Sept-12	Oct-12
Basis	238		
Aug-12		66	
Sept-12			39

Stocks	Demat 25-07-12	In-Process 25-07-12	Total 25-07-12	FED 23-07-12
Kolhapur M	1458	950	2408	1518
Kolhapur S	34	0	34	34
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Oct-12	638.3	641.2	632.8	638	-0.2
Dec-12	617.5	619.8	612.6	617.9	1.1
Mar-13	619.8	623	615	621.1	1.6

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Sept-12	-22	1290	1297	1266.5	1296
Nov-12	-22	1197	1202.5	1176.5	1198.5
Dec-12	-1.5	1170	1170	1160	1161.5

Contract	Volume	Change	OI	Change
Sept-12	13330	520	14060	-210
Nov-12	860	-570	1890	70
Dec-12	70	30	570	50

Spread	Sept-12	Nov-12	Dec-12
Basis	-86		
Sept-12		-97.5	
Nov-12			-37

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-12	23.49	23.63	23.19	23.57	0.08
Mar-13	23.72	23.88	23.51	23.84	0.11
May-13	23.19	23.39	23.08	23.36	0.17

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	518.75	-6.00
Raw Sugar C&F (\$/MT)	Black Sea	559.75	-6.00
Sugar White FOB (\$/MT)	Santos Port	600.00	-9.25

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'12/Oct'12	120	-0.5
Dec'12/Oct'12	99.25	0.25
Dec'12/Mar'13	93.5	-0.25

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	22.29	0.01
Brazil Anhydrous	18.92	-0.01
Brazil Hydrous	16.89	0

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		26-7-2012	25-7-2012	
Sugar	Delhi - Grade M	3550	3530	+20
	Delhi - Grade S	3490	3480	+10
	Delhi - Grade L	3560	3550	+10
	UP- Khatauli Grade M	3640	3610	+30
	UP- Ramala Grade M	3500	3485	+15
	Mumbai –Grade M	3616	3561	+55
	Mumbai –Grade S	3502	3456	+46
	Kolhapur – Grade M	3600	-	-
	Kolhapur – Grade S	3450	-	-
	Vijayawada – Grade M	3830	3830	Unch
	Vijayawada- Grade S	3720	3720	Unch
	Nagpur – Grade S	3500	3550	-50
	Kolkata – Grade M	3520	3520	Unch
	Chennai - Grade S	3500	3500	Unch

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

Gur Spot Prices (Rs/Qtl)				
		26-7-2012	25-7-2012	
Muzaffar Nagar	Khurpa	3000	3100	-100
	Laddu	-	-	-
	Rascut	2950	2935	+15
	Sukha (Cold)	3025	3000	+25
	Gila	2975	2950	+25
Maharashtra	Lal Variety	3200	3200	Unch
Bangalore	Achhu	3000	3000	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	2950	2950	Unch
Bijapur	Achhu	2745	-	-
Gulbarga	Other (Average)	2902	2900	+2
Mahalingapura	Penti (Average)	2990	3130	-140
Mandya	Achhu (Medium)	-	2550	-
	Kurikatu (Medium)	-	2300	-
	Other (Medium)	-	2400	-
	Yellow (Medium)	-	2450	-
Shimoga	Achhu (Average)	3150	3125	+25

UP Private Mills Tender Rates				
Centre	Origin/Grade	26-7-2012	25-7-2012	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	26-7-2012	25-7-2012	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	26-7-2012	25-7-2012	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	25-07-2012
TAKLI	S1.PP	3400
	M.JB	3500
SANGAMNER	S1.JB	3443
SANJIVANI	S.JB	3400
LOKNETE	S.PP	3333
DATT SHIROL	S1.PP	3451.00-3454.00
WARANA	S1.PP	3423.00-3438.00
SONHIRA	M.PP	3488
SOMESHWAR	M.PP	3408



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