

There will be no reports and updates on 02 Aug 2012 as Agriwatch will be closed for the occasion of Raksha Bandhan.

## Sugar & Gur Domestic & International Fundamentals:

- Firm sentiments witness in various sugar spot markets on Wednesday.
- Sugar prices because of SAP (State Advisory Price) which are yet to be announced, driving up prices. Central government cannot do anything only making more sugar available rather than restrict export giving other countries to profit at its own cost.
- According to Maharashtra Government, Sugar output may fall by 22% next year due poor monsoon. This would drive up the prices of sugar.
- Sugar millers are holding their stock on sentiments of higher demand in August due to festivals. Also, two months away from crushing season and possibility of lower production next season makes no incentive for millers.
- 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 1402091 bags (40 kg each) of Gur has been stored in Muzaffar nagar cold storage till 30<sup>th</sup> July 2012, which are 953430 bags higher compared to same period in last year, stock position. Out of total gur stock position, there are around 724835 bags of Chaku variety and 141016 bags of Papdi variety gur stored in Cold storages.

### Outlook:

Sugar showed steep movement on Wednesday on heavy demand. Sugar prices are likely to show upward trend in coming days.

### NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Aug-12	135	3394	3519	3394	3518
Sept-12	137	3427	3552	3427	3552
Oct-12	138	3452	3573	3452	3573

Contract	Volume	Change	OI	Change
Aug-12	34010	21250	16900	-5010
Sept-12	52000	39450	39520	4880
Oct-12	7280	5760	14900	1460

Spread	Aug-12	Sept-12	Oct-12
Basis	-18		
Aug-12		34	
Sept-12			21

Stocks	Demat 31-07-12	In-Process 31-07-12	Total 31-07-12	FED 30-07-12
Kolhapur M	1109	550	1659	1109
Kolhapur S	4	2199	2203	4
Sangli S	-	-	-	-

### LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Oct-12	621.2	625.3	612.9	616.8	-3.4
Dec-12	600.1	605.9	595.3	598.3	-2.3
Mar-13	604.6	608.1	598.6	600.8	-4.4

### NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Sept-12	12.5	1245	1265	1245	1257
Nov-12	20	1175	1191	1175	1189
Dec-12	14.5	1154	1162	1153	1162

Contract	Volume	Change	OI	Change
Sept-12	10520	480	13970	1370
Nov-12	890	110	1790	-40
Dec-12	220	110	720	60

Spread	Sept-12	Nov-12	Dec-12
Basis	-77		
Sept-12		-68	
Nov-12			-27

### ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-12	22.81	23	22.35	22.64	-0.16
Mar-13	23.06	23.2	22.7	22.9	-0.16
May-13	22.73	22.85	22.42	22.52	-0.21

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

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	505.75	-4.25
Raw Sugar C&F (\$/MT)	Black Sea	545.75	-4.25
Sugar White FOB (\$/MT)	Santos Port	589.25	+4.00

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

Contract	Close	+/-
Oct'12/Oct'12	118	0
Dec'12/Oct'12	99.25	1
Dec'12/Mar'13	93.25	0.75

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

Commodity	Price	Change
Brazil Domestic Sugar	22.58	0.23
Brazil Anhydrous	18.89	-0.04
Brazil Hydrous	17.02	0.12

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		1-8-2012	31-7-2012	
Sugar	Delhi - Grade M	3625	3570	+55
	Delhi - Grade S	3560	3500	+60
	Delhi - Grade L	3670	3600	+70
	UP- Khatauli Grade M	3600	3560	+40
	UP- Ramala Grade M	3525	3480	+45
	Mumbai –Grade M	3681	3596	+85
	Mumbai –Grade S	3541	3501	+40
	Kolhapur – Grade M	3500	3550	-50
	Kolhapur – Grade S	3450	3450	Unch
	Vijayawada – Grade M	3880	3880	Unch
	Vijayawada- Grade S	3750	3750	Unch
	Nagpur – Grade S	3600	3600	Unch
	Kolkata – Grade M	3550	3570	-20
	Chennai - Grade S	3500	3500	Unch

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

Gur Spot Prices (Rs/Qtl)				
		1-8-2012	31-7-2012	
Muzaffar Nagar	Khurpa	2900	2900	Unch
	Laddu	-	-	-
	Rascut	2863	2900	-37
	Sukha (Cold)	2950	2975	-25
	Gila	2900	2950	-50
Maharashtra	Lal Variety	3150	3200	-50
Bangalore	Achhu	3000	3000	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	3000	3000	Unch
Bijapur	Achhu	-	2740	-
Gulbarga	Other (Average)	2950	2900	+50
Mahalingapura	Penti (Average)	3050	2900	+150
Mandya	Achhu (Medium)	-	2550	Unch
	Kurikatu (Medium)	-	2300	Unch
	Other (Medium)	-	2350	Unch
	Yellow (Medium)	-	2450	Unch
Shimoga	Achhu (Average)	3175	3100	+75

UP Private Mills Tender Rates				
Centre	Origin/Grade	1-8-2012	31-7-2012	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	1-8-2012	31-7-2012	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	1-8-2012	31-7-2012	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	7/31/2012
ASHOK	S1.JB	3460.00-3466.00
	M.JB	3513.00-3525.00

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