

Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key sugar spot markets on Thursday over delay in sugar crushing and increasing sugar supply from sugar millers in the open markets.
- Food Minister sees sugar output could fall to 23 million tons in 2012-13 owing to drought in Karnataka and Maharashtra.
- Indian sugar exporters are paying premium of \$35 to \$55 per ton to millers however Indian white sugar export prices are facing tough competition from Thai sugar and therefore likely to go down in the coming week as expected.
- Pakistan is quoting sugar export price at \$550 this week up from \$520 per ton a week earlier.
- Thai raw sugar premium steady this week and traded at 65 points over New York Futures.
- Egypt has imposed additional import tariffs on raw and white sugar for 200 days starting from 2nd December 2012 to protect domestic producers from rising sugar imports.
- MP millers are willing to pay Rs. 250 per quintal as a cane remuneration price to farmers as reported. However, farmers don't want to supply cane to millers and divert their cane towards kolhus in lieu of fast payment.
- India imported 2.76 lac tons of raw sugar from Brazil in November 2012 as reported.
- Government has removed unrestricted sugar exports under OGL scheme from October 2012-13 keeping in view lower sugar production this year. Government earlier allowed unrestricted sugar exports for almost five months last marketing year. Millers who are seeking to export sugar will have to get a release order from DGFT.
- India's sugar production reached at 2.33 million tons in the first two months starting from October 1st 2012 marginally down from 2.39 million tons sugar produced by mills last year same period. Delay in sugarcane crushing by UP millers owing to non declaration of cane price by UP government for 2012-13.
- Gur prices improved today in Muzaffar nagar market due to lower arrivals..

Outlook:

Sugar prices likely to continue its downward movement in the coming days keeping in view continuous sugar imports and higher sugar quota for the coming months.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-12	-17	3277	3277	3245	3247
Jan-13	-13	3282	3291	3270	3276
Feb-13	-9	3324	3333	3317	3321

Contract	Volume	Change	OI	Change
Dec-12	3050	-11470	13370	150
Jan-13	4930	-3680	26520	760
Feb-12	2470	560	10830	1510

Spread	Dec-12	Jan-13	Feb-13
Basis	128		
Dec-12		29	74
Jan-13			45

Stocks	Demat	In-Process	Total	FED
	05.12.12	05.12.12	05.12.12	03.12.12
Kolhapur M	13995	0	13995	13995
Kolhapur S(old)	315	0	315	315
Kolhapur S(New)	900	0	900	900
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-13	519.1	522.8	514.7	520.5	2.4
May-13	527.7	528.9	521.1	527.4	2.9
Aug-13	529.1	531.2	523.6	529.6	2.6

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-12	Unch	1070.5	1072	1069	1070
Jan-13	-3	1122	1128	1120.5	1122
March-13	Unch	1154	1157.5	1146.5	1153

Contract	Volume	Change	OI	Change
Dec-12	530	-2740	2670	-320
Jan-13	2490	-3570	6170	280
March-13	1140	-1460	4100	250

Spread	Dec-12	Jan-13	Mar-13
Basis	-4		
Dec-12		52	83
Jan-13			31

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-13	19.42	19.67	19.28	19.57	0.13
May-13	19.44	19.66	19.3	19.59	0.17
Jul-13	19.4	19.64	19.32	19.59	0.21

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	419.25	-0.25
Raw Sugar C&F (\$/MT)	Black Sea	446.25	-0.25
Sugar White FOB (\$/MT)	Santos Port	509.25	-0.25

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'13/Mar'13	87.99	
May'13/May'13	95.71	
Aug'13/July'13	98.87	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Dec'12	18.52	
Mar'12	19.24	
May'12	17.82	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		6-Dec-12	5-Dec-12	
Sugar	Delhi - Grade M	3525	3525	Unch
	Delhi - Grade S	3500	3500	Unch
	Delhi - Grade L	3550	-	-
	UP- Khatauli Grade M	3500	3500	Unch
	UP- Ramala Grade M	3320	3320	Unch
	Mumbai –Grade M	3581	3516	65
	Mumbai –Grade S	3421	3426	-5
	Kolhapur – Grade M	3375	3375	Unch
	Kolhapur – Grade S	3275	3275	Unch
	Vijayawada – Grade M	3900	3900	Unch
	Vijayawada- Grade S	3700	3700	Unch
	Nagpur – Grade S	3550	3550	Unch
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	3350	3350	Unch

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

Gur Spot Prices (Rs/Qtl)

		6-Dec-12	5-Dec-12	
Muzaffar Nagar	Chaku New	2663	2613	50
	Khurpa	2413	2388	25
	Laddu	2600	2550	50
	Rascut	-	-	-
Maharashtra	Lal Variety	-	-	-
Bangalore	Achhu	3200	3200	Unch
	Mudde	3400	3400	Unch
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	3400	3400	Unch
Bijapur	Achhu	3050	-	-
Gulbarga	Other (Average)	3050	3000	50
Mahalingapura	Penti (Average)	3040	3060	-20

Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	3425	3400	25

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

UP Private Mills Tender Rates				
Centre	Origin/Grade	6-Dec-12	5-Dec-12	Change
Dorala	M-30	3460	3460	Unch
Mawana	M-30	3470	3470	Unch
Modinagar	M-30	3460	3460	Unch
Malakpur	M-30	3415	3415	Unch
Simbholi	M-30	3535	3535	Unch
Asamoli	M-30	3530	3530	Unch
Dhanora	M-30	3440	3440	Unch
Dhampur	M-30	3430	3430	-
Kinnoni	M-31	3580	3580	Unch
Budhana	M-31	3460	3460	-
Thanabhavan	M-31	3460	3460	-
UP Government Mills Tender Rates				
Centre	Origin/Grade	6-Dec-12	5-Dec-12	Change
Nazibabad	M-30	3235	3235	Unch
Sakoti	M-30	3255	3255	Unch
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	6-Dec-12	5-Dec-12	Change
Baghpat	M-30	3280	3280	Unch
Gajraula	M-30	3250	3250	Unch
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3250	3250	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	5-Dec-12
KRISHNA	S.JB	3255
PANCHGANGA	S.JK	3183
D.Y.PATIL	S.PP	3270
	M.PP	3340.00 OPEN
NIPANI	S.PP	3238
	M.PP	3258.00 OPEN
SONHIRA	M.JK	3333.00 OPEN
WARANA	S1.PP	3308
	S2.PP	3298.00 OPEN

JAWAHAR	S2.PP	3198
	M2.PP	3228
BHOGAWATI	S1.PP	3308.00 OPEN

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