

Sugar & Gur Domestic & International Fundamentals

- Sugar prices declined in key sugar spot markets on Friday due to lower demand and increasing raw sugar imports.
- After Egypt, Vietnam will also hike sugar import duty to 40 percent from next year to help domestic production. It is notable that Vietnam forecasts surplus scenario of sugar in 2013. Presently, white sugar import duty hovering stood at 15%.
- 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.
- 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 declined today in Muzaffar nagar market due to higher 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	-9	3255	3255	3233	3249
Jan-13	Unch	3278	3280	3263	3276
Feb-13	2	3315	3328	3310	3322

Contract	Volume	Change	OI	Change
Dec-12	1110	-1940	13610	240
Jan-13	8520	3590	30790	4270
Feb-12	1690	-780	10900	70

Spread	Dec-12	Jan-13	Feb-13
Basis	71		
Dec-12		27	73
Jan-13			46

Stocks	Demat 06.12.12	In-Process 06.12.12	Total 06.12.12	FED 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	521.4	521.4	516.8	518.5	-2
May-13	526.6	526.7	523.6	525.1	-2.3
Aug-13	528.7	528.7	526.4	528	-1.6

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-12	4.5	1072	1078	1072	1075
Jan-13	7	1123	1132	1122	1129
March-13	3.5	1154	1158	1152	1156.5

Contract	Volume	Change	OI	Change
Dec-12	1080	550	2250	-420
Jan-13	2670	180	5900	-270
March-13	840	-300	4370	270

Spread	Dec-12	Jan-13	Mar-13
Basis	-19		
Dec-12		54	81.5
Jan-13			27.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-13	19.58	19.6	19.26	19.36	-0.21
May-13	19.59	19.61	19.35	19.44	-0.15
Jul-13	19.6	19.63	19.41	19.52	-0.07

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	415.25	-4.00
Raw Sugar C&F (\$/MT)	Black Sea	442.25	-4.00
Sugar White FOB (\$/MT)	Santos Port	505.25	-4.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'13/Mar'13	91.5	3.51
May'13/May'13	96	0.29
Aug'13/July'13	97	-1.87

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Dec'12	18.52	0
Mar'12	19.24	0
May'12	17.82	0

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		7-Dec-12	6-Dec-12	
Sugar	Delhi - Grade M	3485	3525	-40
	Delhi - Grade S	3460	3500	-40
	Delhi - Grade L	3505	3550	-45
	UP- Khatauli Grade M	3490	3500	-10
	UP- Ramala Grade M	3290	3320	-30
	Mumbai –Grade M	3571	3581	-10
	Mumbai –Grade S	3411	3421	-10
	Kolhapur – Grade M	3320	3375	-50
	Kolhapur – Grade S	3220	3275	-55
	Vijayawada – Grade M	3900	3900	Unch
	Vijayawada- Grade S	3680	3700	-20
	Nagpur – Grade S	3550	3550	Unch
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	3325	3350	-25

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

Gur Spot Prices (Rs/Qtl)

		7-Dec-12	6-Dec-12	
Muzaffar Nagar	Chaku New	2638	2663	-25
	Khurpa	2413	2413	Unch
	Laddu	2688	2600	+88
	Rascut	-	-	-
Maharashtra	Lal Variety	-	-	-
Bangalore	Achhu	3200	3200	Unch
	Mudde	3400	3400	Unch
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	3400	3400	Unch
Bijapur	Achhu	3000	3050	-50
Gulbarga	Other (Average)	3000	3050	-50
Mahalingapura	Penti (Average)	2990	3040	-50



Mandya	Achhu (Medium)	2700	2650	-50
	Kurikatu (Medium)	2450	2550	-100
	Other (Medium)	2500	2500	Unch
	Yellow (Medium)	2650	2700	-50
Shimoga	Achhu (Average)	-	3425	-

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

UP Private Mills Tender Rates				
Centre	Origin/Grade	7-Dec-12	6-Dec-12	Change
Dorala	M-30	3440	3460	-20
Mawana	M-30	3460	3470	-10
Modinagar	M-30	3425	3460	-35
Malakpur	M-30	3390	3415	-25
Simbholi	M-30	3525	3535	-10
Asamoli	M-30	3500	3530	-30
Dhanora	M-30	3400	3440	-40
Dhampur	M-30	3400	3430	-
Kinnoni	M-31	3555	3580	-25
Budhana	M-31	3450	3460	-
Thanabhavan	M-31	3450	3460	-
UP Government Mills Tender Rates				
Centre	Origin/Grade	7-Dec-12	6-Dec-12	Change
Nazibabad	M-30	3155	3235	-80
Sakoti	M-30	3180	3255	-75
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	7-Dec-12	6-Dec-12	Change
Baghpat	M-30	3195	3280	-85
Gajraula	M-30	3175	3250	-75
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3145	3250	-105

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	6-Dec-12
KAGAL	M.PP	3280
	M.PP	3420

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