

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key sugar spot markets on Monday.
- Indonesia's biggest sugar consumer is planning to increase raw sugar imports by 8 percent from 2.1 million tons to 2.27 million tons in 2013 to meet the requirement. It is notable that sugar mills has increased its refining capacity in Indonesia keeping in view consistent sugar imports by the country. Thailand and India suppliers are watching Indonesia S&D of sugar very closely as they are the traditional supplier of raw sugar to Indonesia. However, India is not likely to export sugar this year due to lower production and lesser sugar export parity compared to Thailand.
- Millers in UP are getting good cane recovery from cane as late crushing season get time to cane at grand growth stage.
- Maharashtra crushed 234 lac tons of cane and produce 240 lac quintals sugar with an average recovery of 10.3% as reported.
- Sugar prices are moving in a range with weak tone in all sugar spot markets. Daily millers are quoting lower prices of sugar for sales as increasing supply of sugar and weak demand.
- As far as stock position is concerned, around 241000 bags (40 kg each) of Gur has been stored in Muzaffar nagar cold storage till 24th Dec 2012, which are 34000 bags higher compared to same period in last year, stock position. Out of total gur stock position, there are around 94000 bags of Chaku variety gur stock stored in Cold storages as reported.
- Meanwhile, prices of gur should remain range bound in the coming week. However, we are expecting a sharp hike in gur prices after Makar Sakranti due to expected demand. Also, lower cane production in Maharashtra kept the gur production at lower side this year.

Outlook:

Sugar prices are steady at the moment and waiting for some cues. However, severe downside from this level not seems possible as imported raw sugar and domestic prices are close enough.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-13	-4	3253	3252	3235	3239
Feb-13	-2	3280	3286	3274	3275
Mar-13	-7	3329	3332	3316	3318

Contract	Volume	Change	OI	Change
Jan-13	3350	820	19760	-1150
Feb-13	4070	1980	22070	900
Mar-13	350	-180	6440	0

Spread	Jan-13	Feb-13	Mar-13
Basis	21		
Jan-13		36	79
Feb-13			43

Stocks	Demat	In-Process	Total	FED
	29.12.12	29.12.12	29.12.12	24.12.12
Kolhapur M(old)	12250	0	12250	13690
Kolhapur S(old)	319	0	319	369
Kolhapur S(New)	927	0	927	927
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Mar	19.5	19.58	19.39	19.42	-0.03
13-May	19.42	19.67	19.42	19.53	-0.05
13-Jul	19.75	19.8	19.64	19.68	-0.06

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-13	-2.5	1099	1102.5	1093	1097.5
March-13	-2.5	1119	1120.5	1115	1118
July-13	-1.5	1240	1240	1230	1233.5

Contract	Volume	Change	OI	Change
Jan-13	2150	-1120	5220	-400
March-13	2080	-220	8670	110
July-13	110	-140	730	30

Spread	Jan-13	Mar-13	July-13
Basis			
Jan-13			
Feb-13			

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Mar	523	524	520.1	522	-0.4
13-May	527.7	528.7	525.6	526.7	-0.2
13-Aug	530.7	531.8	529.3	529.6	-0.4

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	418.75	
Raw Sugar C&F (\$/MT)	Black Sea	447.75	
Sugar White FOB (\$/MT)	Santos Port	499.75	

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'13/Mar'13	93.5	
May'13/May'13	96	
Aug'13/July'13	96.5	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Dec'12	18.42	
Mar'12	19.69	
May'12	17.92	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		31-Dec-12	29-Dec-12	
Sugar	Delhi - Grade M	3450	3425	25
	Delhi - Grade S	3390	3400	-10
	Delhi - Grade L	3460	3450	10
	UP- Khatauli Grade M	3430	3430	Unch
	UP- Ramala Grade M (New)	3390	3390	Unch
	Mumbai –Grade M	3476	3486	-10
	Mumbai –Grade S	3316	3321	-5
	Kolhapur – Grade M	3260	3275	-15
	Kolhapur – Grade S	3160	3175	-15
	Vijayawada – Grade M	3660	3660	Unch
	Vijayawada- Grade S	3530	3530	Unch
	Nagpur – Grade S	3450	3450	Unch
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	3130	3130	Unch

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

Gur Spot Prices (Rs/Qtl)				
		31-Dec-12	29-Dec-12	
Muzaffar Nagar	Chaku New	2750	2538	212
	Arrival(Chaku New)	10000	13000	-3000
	Khurpa	2588	2525	63
	Laddu	2700	2600	100
	Rascut	-	-	-
Maharashtra	Lal Variety	2800	2800	Unch
Maharashtra	Kolhapur	3500	3400	100
Bangalore	Achhu	3500	3500	Unch
	Mudde	3600	3600	Unch
Belgaum	Mudde	3100	3100	Unch
Belthangadi	Yellow (Average)	3200	3200	Unch
Bijapur	Achhu	3050	-	-

Gulbarga	Other (Average)	3000	2950	50
Mahalingapura	Penti (Average)	3010	-	-
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	3125	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	31-Dec-12	29-Dec-12	Change
Dorala	M-30	3470	3470	Unch
Mawana	M-30	3475	3475	Unch
Modinagar	M-30	3330	3330	Unch
Malakpur	M-30	3315	3315	Unch
Simbholi	M-30	3460	3460	Unch
Asamoli	M-30	3470	3470	Unch
Dhanora	M-30	3330	3330	Unch
Dhampur	M-30	3330	3330	Unch
Kinnoni	M-31	3450	3450	Unch
Budhana	M-31	3360	3360	Unch
Thanabhavan	M-31	3360	3360	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	31-Dec-12	29-Dec-12	Change
Nazibabad	M-30	3060	3060	Unch
Sakoti	M-30	-	-	-
Amroha	M-30	-	-	-
Chandpur	M-31	3280	3280	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	31-Dec-12	29-Dec-12	Change
Baghpat	M-30	3150	3150	Unch
Gajraula	M-30	3080	3080	Unch
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3060	3060	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	29-Dec-12
VENKATESH	S.PP	3200
	M.PP	3290
GHODGANGA	OLD S.PP	3113
	S.PP	3165
AADINATH	S.PP	3130.00 OPEN
SANGAMNER	OLD S.PP	3150
	M.JB	3310
PUSHPA NANDURBAR	S.PP-JB	3200.00-3225.00
	M.JB	3315.00 OPEN
BHOGAWATI	S1.PP	3188

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