

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Thursday as markets could not find adequate cues to decide the prices either side.
- Brazil exported 2.491 million tons of sugar, raw value, in December up from 2.917 million tons in November and up from 1.833 million tons sugar exported last year same period. Extended period of crushing thanks to dry weather conditions help millers to produce record sugar production and allow them to ship exported surplus. In addition to it, Brazil has exported only 21.05 million tons of sugar this year till December which was 21.49 million tons, raw value, last year same period.
- Thailand sugar production reached 2 million ton mark till December 2012 which is lower from 2.190 million tons, raw value, produced last year same period.
- India has produced 7.96 million tons in the first three months of marketing year 2012-13 starting from October. Sugar produced by mills this year upto December is up by 2.5 percent compared to last year.
- Gur prices declined today owing to increase in gur arrivals in Muzaffar nagar market.
- 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	3235	3245	3230	3236
Feb-13	-7	3278	3288	3266	3276
Mar-13	-1	3315	3319	3303	3312

Contract	Volume	Change	OI	Change
Jan-13	3250	-1650	16150	-1720
Feb-13	7020	970	25210	870
Mar-13	500	-50	6960	50

Spread	Jan-13	Feb-13	Mar-13
Basis	14		
Jan-13		40	76
Feb-13			36

Stocks	Demat	In-Process	Total	FED
	02.01.13	02.01.13	02.01.13	31.12.12
Kolhapur M(old)	11450	0	11450	11750
Kolhapur S(old)	319	0	319	319
Kolhapur S(New)	927	0	927	927
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Mar	525	536.3	524.7	528.4	4.7
13-May	531.4	540	530.2	532.5	4.7
13-Jul	536.4	543.7	533.3	535.3	4.9

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-13	-7.5	1093	1094.5	1084	1085
March-13	-7.5	1113	1116.5	1102	1106
July-13	1	1233.5	1233.5	1222.5	1228.5

Contract	Volume	Change	OI	Change
Jan-13	2300	-1060	3270	-860
March-13	4850	-780	10130	80
July-13	230	160	750	-10

Spread	Jan-13	Mar-13	July-13
Basis	-55		
Jan-13		21	143.5
Feb-13			122.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Mar	19.65	19.75	19.58	19.69	0.18
13-May	19.7	19.8	19.68	19.76	0.16
13-Aug	19.8	19.92	19.8	19.89	0.15

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	421.75	-2.50
Raw Sugar C&F (\$/MT)	Black Sea	450.75	-2.50
Sugar White FOB (\$/MT)	Santos Port	502.75	-2.50

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
		03-Jan-13	02-Jan-13	
Sugar	Delhi - Grade M	3425	3425	Unch
	Delhi - Grade S	3390	3385	+5
	Delhi - Grade L	3450	3450	Unch
	UP- Khatauli Grade M	-	-	-
	UP- Ramala Grade M (New)	3340	3350	-10
	Mumbai –Grade M	3451	3471	-20
	Mumbai –Grade S	3311	3306	+5
	Kolhapur – Grade M	3250	3250	Unch
	Kolhapur – Grade S	3175	3150	+25
	Vijayawada – Grade M	3660	3660	Unch
	Vijayawada- Grade S	3530	3530	Unch
	Nagpur – Grade S	3450	3450	Unch
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	3150	3150	Unch

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

Gur Spot Prices (Rs/Qtl)				
		03-Jan-13	02-Jan-13	
Muzaffar Nagar	Chaku New	2575	2625	-50
	Arrival(Chaku New)	12000	8000	+4000
	Khurpa	2538	2563	-25
	Laddu	2625	2600	+25
	Rascut	-	-	-
Maharashtra	Lal Variety	2800	2800	Unch
Maharashtra	Kolhapur	3500	3500	Unch
Bangalore	Achhu	3500	3500	Unch
	Mudde	3600	3600	Unch
Belgaum	Mudde	3000	3000	Unch
Belthangadi	Yellow (Average)	3200	-	-
Bijapur	Achhu	-	-	-

Gulbarga	Other (Average)	3000	3090	-90
Mahalingapura	Penti (Average)	3090	3005	+85
Mandya	Achhu (Medium)	-	2750	-
	Kurikatu (Medium)	-	2400	-
	Other (Medium)	-	2450	-
	Yellow (Medium)	-	2700	-
Shimoga	Achhu (Average)	3150	3025	+125

UP Private Mills Tender Rates				
Centre	Origin/Grade	3-Jan-13	2-Jan-13	Change
Dorala	M-30	3320	3320	Unch
Mawana	M-30	3330	3330	Unch
Modinagar	M-30	3315	3315	Unch
Malakpur	M-30	3290	3290	Unch
Simbholi	M-30	3420	3420	Unch
Asamoli	M-30	3425	3425	Unch
Dhanora	M-30	3325	3325	Unch
Dhampur	M-30	3290	3290	Unch
Kinnoni	M-31	3445	3445	Unch
Budhana	M-31	3340	3340	Unch
Thanabhavan	M-31	3340	3340	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	3-Jan-13	2-Jan-13	Change
Nazibabad	M-30	3240	3280	-40
Sakoti	M-30	3230	3270	-40
Amroha	M-30	3220	3260	-40
Chandpur	M-31	3250	3290	-40

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	3-Jan-13	2-Jan-13	Change
Baghpat	M-30	3280	3280	Unch
Gajraula	M-30	3270	3270	Unch
BulandShahar	M-30	3290	3290	-
Anupshahar	M-30	3260	3260	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	2-Jan-13
RAHURI	S.PP-S1.PP	3161.00-3231.00
	M.PP	3315.00 OPEN
BHAWANI	S.PP	3148
	S1.JB	3273.00 OPEN
PUSHPA NANDURBAR	S.PP-JB	3195.00-3225.00
	M.JB	3315.00 OPEN
CHIKODI	S2.PP	3110
DATT SHIROL	S2.PP	3148.00 OPEN
	M.PP-JB	3250.00-3270.00
WARANA	S1.PP	3248.00 OPEN

	S2.PP	3253.00 OPEN
KUMBHI	S1.PP	3155
	S1.JK	3165

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