

Sugar & Gur Domestic & International Fundamentals

- Sugar prices continuously moving downwards owing to dull demand which bound millers to reduce its sugar tender sale price daily.
- Shree Renuka Sugars begged 1.5 million tons capacity per year captive berth at Kandla port to reduce the transportation cost by handling large size Panamax vessels. It is notable that Shree Renuka Sugars has sugar refinery unit near to Kandla port which has the capacity of 3000 tons per day. Company is looking forward to handle 1 million tons raw sugar and around 2.5 lac tons of coal to fuel its facilities. This move helps a lot to SRS to increase its raw sugar import from its Brazil sugar unit. It is notable that around 7-8 lac tons of raw sugar imports already imported from Brazil by SRS as reported.
- Karnataka produced 15.84 lac tons of sugar after crushing 159.75 lac tons cane with an average recovery of 9.91% till 15th December 2012. However, existing production figures are higher compared to last year same period which stood at 13.39 lac tons with an average recovery of 10.59%.
- 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.
- Gur prices improved today owing to decrease in gur arrivals in Muzaffar nagar market.
- 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 moving down like anything. Meanwhile, 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	-16	3230	3240	3218	3221
Feb-13	-10	3270	3285	3265	3267
Mar-13	-15	3317	3317	3295	3295

Contract	Volume	Change	OI	Change
Jan-13	6620	3370	14820	-1330
Feb-13	5930	-1090	26690	1480
Mar-13	1170	670	7560	600

Spread	Jan-13	Feb-13	Mar-13
Basis	-1		
Jan-13		46	74
Feb-13			28

Stocks	Demat 03.01.13	In-Process 03.01.13	Total 03.01.13	FED 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	527	529.1	511.3	514.6	-13.8
13-May	531	532.7	516.3	519.9	-12.6
13-Jul	534.1	535.7	519.6	523.4	-11.9

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-13	-5.5	1083.5	1084.5	1076.5	1080.5
March-13	-5	1106	1106.5	1100	1101.5
July-13	1	1233.5	1233.5	1222.5	1228.5

Contract	Volume	Change	OI	Change
Jan-13	2000	-300	2220	-1050
March-13	4080	-770	9930	-200
July-13	180	-50	760	10

Spread	Jan-13	Mar-13	July-13
Basis	-30.5		
Jan-13		21	148
Feb-13			127

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Mar	19.7	19.71	18.89	19.1	-0.59
13-May	19.72	19.78	19.03	19.23	-0.53
13-Aug	19.92	19.92	19.2	19.4	-0.49

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	407.75	-14.00
Raw Sugar C&F (\$/MT)	Black Sea	436.75	-14.00
Sugar White FOB (\$/MT)	Santos Port	488.00	-14.75

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	18.93	0.51
Mar'12	18.19	-1.5
May'12	20.24	2.32

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		04-Jan-13	03-Jan-13	
Sugar	Delhi - Grade M	3425	3425	Unch
	Delhi - Grade S	3375	3390	-15
	Delhi - Grade L	3450	3450	Unch
	UP- Khatauli Grade M	-	-	-
	UP- Ramala Grade M (New)	3320	3340	-20
	Mumbai –Grade M	3450	3451	Unch
	Mumbai –Grade S	3311	3311	Unch
	Kolhapur – Grade M	3220	3250	-30
	Kolhapur – Grade S	3150	3175	-25
	Vijayawada – Grade M	3650	3650	Unch
	Vijayawada- Grade S	3550	3550	Unch
	Nagpur – Grade S	3450	3450	Unch
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	3125	3150	-25

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

Gur Spot Prices (Rs/Qtl)

		04-Jan-13	03-Jan-13	
Muzaffar Nagar	Chaku New	2625	2575	+50
	Arrival(Chaku New)	10000	12000	-2000
	Khurpa	2563	2538	+25
	Laddu	2638	2625	+13
	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	3050	-	-

Gulbarga	Other (Average)	3000	3000	Unch
Mahalingapura	Penti (Average)	3050	3090	-40
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	3100	3150	-50

UP Private Mills Tender Rates				
Centre	Origin/Grade	4-Jan-13	3-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	4-Jan-13	3-Jan-13	Change
Nazibabad	M-30	3210	3240	-30
Sakoti	M-30	3200	3230	-30
Amroha	M-30	3200	3220	-20
Chandpur	M-31	3220	3250	-30

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	4-Jan-13	3-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	3-Jan-13
AKLUJ	S1.JK	3173.00-3175.00
	M.JK	3288
INDIAN SUGAR	S.PP-S1.PP	3078.00-3125.00
	M.PP	3143
GANGMAI	S.PP	3131
AMBALIKA	S.PP	3130.00 OPEN
SOMESHWAR	S.JK	3135
SADASHIV	S.JB	3143.00-3146.00
	M.JB	3165.00-3168.00
MADHUKAR	S1.PP	3225

	M.PP	3345
VENKATESH	S.PP	3155
	M.PP	3280
GHODGANGA	S.PP	3150
MADHA	S1.PP	3203
LOKNETE	M.PP	3130
SHREEPUR	S.JK	3198
	M.PP	3323
SHANKESHWAR	S1.PP	3140
WALWA	S.PP	3128.00 OPEN

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