

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Monday.
- Maharashtra mills had crushed 28.45 million tons of cane and produce around 2.96 million tons of sugar with an average recovery of 10.42%. It is notable that mills have produce 2.87 million tons of sugar last year same period as reported.
- Brazil Center South cane crop rising to 600 million tons in 2013/14 season compared to estimate 520 million tons cane production in 2012/13, according to local analyst Safaris & Mercado. Higher sugar production figures this year from Brazil keep the sugar prices down in international arena presently.
- Farmers association demands hike in sugar import duty up to 60% from present 10% as increasing sugar imports weakens the sugar prices and raise difficulties in front of millers and eventually they are unable to pay cane payments to farmers.
- Premium of Rs 150 per quintal is applicable for Delhi delivery centre from Sugar May 2013 contract onwards. The May 2013 contract is getting launched today.
- Gur prices declined sharply today in Muzaffar nagar market owing to consistent arrivals in the market.
- Around 281000 bags of gur stored in Cold storages in Muzaffar nagar region which are 11000 bags higher compared to last year. Out of total gur stock, 110000 bags of chaku gur, 48000 bags of Rascut and 94000 bags of Papdi 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 moving down like anything. After government intention not to hike import duty on both raw and white, prices are likely to follow the bearish trend in the coming days.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-13	31	3210	3231	3210	3229
Feb-13	14	3254	3271	3254	3268
Mar-13	11	3295	3302	3290	3297

Contract	Volume	Change	OI	Change
Jan-13	510	410	9070	-450
Feb-13	7120	4220	37560	780
Mar-13	1630	760	8800	-40

Spread	Jan-13	Feb-13	Mar-13
Basis	3		
Jan-13		59	29
Feb-13			29

Stocks	Demat	In-Process	Total	FED
	12.01.13	12.01.13	12.01.13	07.01.13
Kolhapur M(New)	4884	1999	6883	2935
Kolhapur S(New)	867	0	867	867
Sangli S	939	247	1186	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Mar	18.95	19.19	18.85	19.17	0.21
13-May	19.19	19.38	19.09	19.36	0.15
13-Jul	19.45	19.64	19.38	19.63	0.13

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-13	-3	1065.5	1072	1065.5	1069
March-13	8	1090	1100	1088	1099.5
July-13	5	1227	1238.5	1227	1236

Contract	Volume	Change	OI	Change
Jan-13	170	-150	330	-150
March-13	3020	860	9020	300
July-13	600	320	1510	30

Spread	Jan-13	Mar-13	July-13
Basis	-28		
Jan-13		20	156.5
Feb-13			136.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Mar	510.4	515	509.7	514.8	2.3
13-May	517.7	521.7	516.6	521.5	1.8
13-Aug	522.6	526.7	521.7	526.3	1.2

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	407.0	+2.0
Raw Sugar C&F (\$/MT)	Black Sea	436	+2.0
Sugar White FOB (\$/MT)	Santos Port	493.75	-0.25

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	
Mar'12	18.19	
May'12	20.24	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		14-Jan-13	12-Jan-13	
Sugar	Delhi - Grade M	3380	3390	-10
	Delhi - Grade S	3350	3350	Unch
	Delhi - Grade L	3410	-	-
	UP- Khatauli Grade M	3395	3395	Unch
	UP- Ramala Grade M	3280	3280	Unch
	Mumbai –Grade M	3436	3441	-5
	Mumbai –Grade S	3261	3280	-21
	Kolhapur – Grade M	3250	3200	+50
	Kolhapur – Grade S	3150	3100	+50
	Vijayawada – Grade M	3600	3600	Unch
	Vijayawada- Grade S	3500	3500	Unch
	Nagpur – Grade S	3400	3400	Unch
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	Closed	3100	Unch

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

Gur Spot Prices (Rs/Qtl)				
		14-Jan-13	12-Jan-13	
Muzaffar Nagar	Chaku New	2538	2575	-37
	Arrival(Chaku New)	12000	12000	Unch
	Khurpa	2500	2513	-13
	Laddu	2650	2575	+75
	Rascut	-	-	-
Maharashtra	Lal Variety	Closed	2750	-
Maharashtra	Kolhapur	Closed	3400	-
Bangalore	Achhu	-	-	-
	Mudde	-	-	-
Belgaum	Mudde	-	3100	-
Belthangadi	Yellow (Average)	-	-	-
Bijapur	Achhu	-	-	-

Gulbarga	Other (Average)	-	2950	-
Mahalingapura	Penti (Average)	-	-	-
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	-	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	14-Jan-13	12-Jan-13	Change
Dorala	M-30	3300	3320	-20
Mawana	M-30	3320	3335	-15
Modinagar	M-30	3270	3310	-40
Malakpur	M-30	3250	3290	-40
Simbholi	M-30	3380	3400	-20
Asamoli	M-30	3360	3390	-30
Dhanora	M-30	3260	3280	-20
Dhampur	M-30	3270	3280	-10
Kinnoni	M-31	3400	3435	-35
Budhana	M-31	3295	3320	-25
Thanabhavan	M-31	3290	3310	-20

UP Government Mills Tender Rates				
Centre	Origin/Grade	14-Jan-13	12-Jan-13	Change
Nazibabad	M-30	3170	3230	-60
Sakoti	M-30	3170	3220	-50
Amroha	M-30	3155	3200	-45
Chandpur	M-31	3220	3250	-30

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	14-Jan-13	12-Jan-13	Change
Baghpat	M-30	3180	3230	-50
Gajraula	M-30	3170	3220	-50
BulandShahar	M-30	3245	3260	-15
Anupshahar	M-30	3160	3200	-40

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	12-Jan-13
VENKATESH	OLD S.PP	3110
	M.PP	3260
GHODGANGA	S.PP	3120
MULA	S1.PP	3212
	M.PP	3301.00-3302.00
SADASHIV	S.JB	3108
	M.JB	3122.00-3128.00
DAUND	S.PP	3135
	S1.PP	3145
AMBALIKA	S.PP	3100
MALEGAON	S.JK	3102

	M.JB	3148
BHENDA	S.PP-S1.PP	3105.00-3190.00
	M.PP	3315
GURUDATT	S1.PP-S2.PP	3150.00-3125.00
	M.PP	3270.00 OPEN
BIDRI	S.PP	3123
	M.PP	3248.00 OPEN

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