

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Monday.
- Market participants increase their net short positions in LIFFE by 5840 lots to 8762 lots as on 22nd Jan, as per Exchange COT data.
- Thai raw sugar premium stood at 75 to 80 cents over ICE raw sugar futures may contract. Also, Thai raw sugar premium for J-spec also trading at 95-100 points over ICE May contract which was 75 to 80 last week.
- Weakening of dollar prices encourage the sugar imports from Brazil which become the main reason for crash in sugar prices in domestic markets.
- Brazilian sugar waiting at ports increased by 23% this week compared to last week as ships loaded with sugar are bound to sail towards India, Algeria and Black sea region. It is notable that Indian refiners find raw sugar import more profitable. India has imported 919,000 tons of sugar till date from Oct 2012, according to Director General of ISMA.
- Maharashtra sugarcane growers have planted sugarcane in total 234986 hectares area till 2^{1st} January 2013. Out of total planting, farmers have sowed sugarcane in 0.81 lac hectares in adsali and 0.72 lac hectares in suru, 0.18 lac hectares in suru and 0.64 lac hectares of ratoon crop as reported this year till date.
- Good demand of UP gur has been witnessed from Haryana, Punjab and Rajasthan confirmed by lower pace of gur stored in the cold storages compared to last couple of weeks.
- Around 313000 bags of gur stored in Cold storages in Muzaffar nagar region which are 4000 bags higher compared to last year. Out of total gur stock, 129000 bags of chaku gur, 55000 bags of Rascut and 99000 bags of Papdi stored in Cold storages as reported.

Outlook:

Despite of extension of releasing sugar quota in the open market, sugar prices again started declining owing to consistent sugar imports from Brazil which bound our sugar prices estimate bearish for the coming weeks.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Feb-13	-8	3200	3208	3187	3187
Mar-13	-4	3239	3239	3228	3230
Apr-13	-9	3293	3295	3280	3285

Contract	Volume	Change	OI	Change
Feb-13	1850	-1960	42290	-260
Mar-13	1040	-1690	13850	430
Apr-13	830	-770	5860	710

Spread	Feb-13	Mar-13	Apr-13
Basis	53		
Feb-13		43	98
Mar-13			55

Stocks	Demat	In-Process	Total	FED
	24.01.13	24.01.13	24.01.13	21.01.13
Kolhapur M(New)	8401	0	8401	8401
Kolhapur S(New)	867	0	867	867
Sangli S	1334	0	1334	1334

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Mar					
13-May					
13-Jul					

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
March-13	3	1101	1106	1098.5	1103.5
July-13	5.5	1247	1252	1245	1250
Sept-13	6.5	1284	1289	1284	1289

Contract	Volume	Change	OI	Change
March-13	3300	-80	8050	-530
July-13	880	-220	1610	10
Sept-13	120	120	280	60

Spread	Mar-13	July-13	Sept-13
Basis	46.5		
Mar-13		146.5	185.5
July-13			39

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Mar					
13-May					
13-Aug					

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	409.00	+5.00
Raw Sugar C&F (\$/MT)	Black Sea	439.00	+5.00
Sugar White FOB (\$/MT)	Santos Port	487.00	+3.75

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'13/Mar'13	91.00	
May'13/May'13	94.00	
Aug'13/July'13	92.25	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Dec'12	19.07	
Mar'12	20.02	
May'12	18.54	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		28-Jan-13	25-Jan-13	
Sugar	Delhi - Grade M	3400	3380	20
	Delhi - Grade S	3350	-	-
	Delhi - Grade L	3420	3405	15
	UP- Khatauli Grade M	3400	Closed	-
	UP- Ramala Grade M	3300	Closed	-
	Mumbai –Grade M	3431	3436	-5
	Mumbai –Grade S	3292	3271	21
	Kolhapur – Grade M	3240	Closed	-
	Kolhapur – Grade S	3140	Closed	-
	Vijayawada – Grade M	3590	3590	Unch
	Vijayawada- Grade S	3490	3490	Unch
	Nagpur – Grade S	3400	3400	Unch
	Kolkata – Grade M	3330	-	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3150	3150	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3145	3145	Unch
	Chennai - Grade S	3100	3100	Unch

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

Gur Spot Prices (Rs/Qtl)

		28-Jan-13	25-Jan-13	
Muzaffar Nagar	Chaku New	2875	Closed	-
	Arrival(Chaku New)	9000	Closed	-
	Khurpa	2650	Closed	-
	Laddu	2750	Closed	-
	Rascut	-	Closed	-
Maharashtra	Lal Variety	2800	2800	Unch
Maharashtra	Kolhapur	3500	3500	Unch
Bangalore	Achhu	3500	Closed	-
	Mudde	3600	Closed	-
Belgaum	Mudde	3000	Closed	-

Belthangadi	Yellow (Average)	3200	Closed	-
Bijapur	Achhu	2900	Closed	-
Gulbarga	Other (Average)	2950	Closed	-
Mahalingapura	Penti (Average)	2960	Closed	-
Mandya	Achhu (Medium)	-	Closed	-
	Kurikatu (Medium)	-	Closed	-
	Other (Medium)	-	Closed	-
	Yellow (Medium)	-	Closed	-
Shimoga	Achhu (Average)	-	Closed	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	28-Jan-13	25-Jan-13	Change
Dorala	M-30	3310	3310	Unch
Mawana	M-30	3345	3345	Unch
Modinagar	M-30	3285	3285	Unch
Malakpur	M-30	3270	3270	Unch
Simbholi	M-30	3400	3400	Unch
Asamoli	M-30	3360	3360	Unch
Dhanora	M-30	3280	3280	Unch
Dhampur	M-30	3280	3280	Unch
Kinnoni	M-31	3410	3410	Unch
Budhana	M-31	3310	3310	Unch
Thanabhavan	M-31	3305	3305	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	28-Jan-13	25-Jan-13	Change
Nazibabad	M-30	3185	3185	Unch
Sakoti	M-30	3230	3230	Unch
Amroha	M-30	3270	3270	Unch
Chandpur	M-31	3260	3260	Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	28-Jan-13	25-Jan-13	Change
Baghpat	M-30	3240	3240	Unch
Gajraula	M-30	3200	3200	Unch
BulandShahar	M-30	3265	3265	Unch
Anupshahar	M-30	3190	3190	Unch

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