

## Sugar & Gur Domestic & International Fundamentals:

- Sugar prices declined sharply in various sugar spot markets on Thursday owing to additional sugar quota released by government which weigh on the sugar prices.
- Monsoon is 19 percent below average since June 1<sup>st</sup> 2012-13. It is noticeable that major sugarcane producing states like Maharashtra, Karnataka and Gujarat are facing drought like situation which might affect the cane yield as well as sugar for the coming marketing year.
- Brazil produced 5.97 million tons sugar, raw value, in July 2012 which is up from 5.39 million tons produced in July 2011.
- Government is considering of imposing tax on export and reduction of 10% import duty to curb exports to keep in check rising domestic prices.
- Government decided to release additional 4.2 lakh tonne of sugar in open market sale to control rising prices.
- Sugarcane sowing progress, planted in 52.88 lakh ha. so far. Plantation has been done in 2.29 lakh ha. more than previous year 2011-12.
- Gur prices are likely to remain in bear run owing to good amount of gur left in the cold storages of UP. Also, lower lifting of gur at present pressurize the prices of gur in Muzaffar nagar spot market as reported.
- Around 916282 bags (40 kg each) of Gur has been stored in Muzaffar nagar cold storage till 13<sup>th</sup> August 2012, which were 89000 bags to same period in last year, stock position. Out of total gur stock position, there are around 648896 bags of Chaku variety and 98150 bags of Papdi variety gur stored in Cold storages.

## Outlook:

Week sentiments continued to prevail in key spot markets. Low offtake by the traders and lower volume made prices downfall despite festive demand. Sugars prices are likely to stay in range with weak tone. Gur prices are likely follow the trend of declining prices.

### NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Aug-12	-24	3520	3544	3500	3521
Sept-12	-39	3453	3454	3419	3422
Oct-12	-38	3480	3487	3454	3455

Contract	Volume	Change	OI	Change
Aug-12	380	240	400	-410
Sept-12	34270	18570	42980	-1300
Oct-12	6420	2930	15390	-550

Spread	Aug-12	Sept-12	Oct-12
Basis	283		
Aug-12		65	
Sept-12			79

Stocks	Demat 14-08-12	In-Process 14-08-12	Total 14-08-12	FED 13-08-12
Kolhapur M	1097	0	1097	1447
Kolhapur S	1686	0	1686	3680
Sangli S	-	-	-	-

### LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Oct-12	576.7	578.8	561.4	565.3	-7
Dec-12	561.1	563.9	553.6	557.2	Unch
Mar-13	564.1	566.2	559.2	563.1	2.8

### NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Sept-12	6	1188	1198	1188	1194
Nov-12	4.5	1195.5	1202	1190.5	1197
Dec-12	7	1152	1156	1149.5	1152

Contract	Volume	Change	OI	Change
Sept-12	6100	-1270	15590	520
Nov-12	1670	420	2850	110
Dec-12	340	-140	1330	220

Spread	Sept-12	Nov-12	Dec-12
Basis	-145		
Sept-12		-133.5	
Nov-12			-13.5

### ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-12	20.45	20.64	20.17	20.29	-0.03
Mar-13	21.09	21.2	20.84	20.98	0.08
May-13	20.81	20.95	20.63	20.8	0.17

## Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	448.00	-5.75
Raw Sugar C&F (\$/MT)	Black Sea	484.00	-5.75
Sugar White FOB (\$/MT)	Santos Port	538.00	-5.75

## Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'12/Oct'12	117.5	-7
Dec'12/Oct'12	109.25	1.75
Dec'12/Mar'13	94	-2

## Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	21.85	-0.22
Brazil Anhydrous	18.6	-0.08
Brazil Hydrous	16.69	-0.07

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		16-8-2012	14-8-2012	
Sugar	Delhi - Grade M	3650	3640	+10
	Delhi - Grade S	3625	-	-
	Delhi - Grade L	3675	3700	-25
	UP- Khatauli Grade M	3560	3640	-80
	UP- Ramala Grade M	3475	3560	-85
	Mumbai –Grade M	3751	3751	Unch
	Mumbai –Grade S	3556	3556	Unch
	Kolhapur – Grade M	3500	3550	-50
	Kolhapur – Grade S	3400	3450	-50
	Vijayawada – Grade M	4180	4180	Unch
	Vijayawada- Grade S	3920	4020	-100
	Nagpur – Grade S	3700	3700	Unch
	Kolkata – Grade M	3700	-	-
	Chennai - Grade S	3650	3750	-100

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

## Gur Spot Prices (Rs/Qtl)

		16-8-2012	14-8-2012	
Muzaffar Nagar	Khurpa	2850	2700	+150
	Laddu	2900	2850	+50
	Rascut	2825	2750	+75
	Sukha (Cold)	2875	2900	-25
	Gila	2825	2850	-25
Maharashtra	Lal Variety	3150	3150	Unch
Bangalore	Achhu	3000	3000	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	3400	-	-
Belthangadi	Yellow (Average)	-	3000	-
Bijapur	Achhu	2720	2835	-115
Gulbarga	Other (Average)	3450	3425	+25
Mahalingapura	Penti (Average)	-	2900	-
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	3155	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	16-8-2012	14-8-2012	Change
Dorala	M-30	3550	3600	-50
Mawana	M-30	3580	3640	-60
Modinagar	M-30	3480	3580	-100
Malakpur	M-30	3460	3560	-100
Simbholi	M-30	3640	3650	-10
Asamoli	M-30	3620	3660	-40
Dhanora	M-30	3610	3620	-10
Dhampur	M-30	3530	3570	-40
Kinnoni	M-31	3680	3750	-70
Budhana	M-31	-	3590	-
Thanabhavan	M-31	3560	3580	-20
UP Government Mills Tender Rates				
Centre	Origin/Grade	16-8-2012	14-8-2012	Change
Morna	M-30	3460	3520	-60
Nanotha	M-30	3440	3510	-70
Nazibabad	M-30	3440	3570	-130
Sakoti	M-30	3450	3520	-70
Amroha	M-30	3490	3560	-70
Chandpur	M-30	3470	3550	-80
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	16-8-2012	14-8-2012	Change
Baghpat	M-30	3460	3530	-70
Gajraula	M-30	3430	3510	-80
BulandShahar	M-30	3500	3570	-70
Anupshahar	M-30	3430	3510	-80

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