

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key spot markets of sugar on Wednesday.
- Indonesia is planning to buy 510000 tons of raw sugar for rising demand of sugar for industrial use. Indonesia traditionally buy sugar from Thailand. However, Indonesia is keeping a close eye over Brazilian sugar production figures and likely to wait till December at which it can get cheaper sugar.
- Government has no proposal to ban sugar exports presently. However, there are some talks regarding ban on sugar futures. It is notable that sugar prices in NCDEX have rose sharply owing to purely speculation.
- Total acreage of sugarcane in India as on Aug 16, stood at 5.28 million hectares, higher year on year by 5%. It is notable that sowing of sugarcane is almost over and various trade houses are trying to figure out the yield of sugarcane which will become crucial factor for analyzing the production of cane and sugar for the coming season.
- Gur prices in declined in Muzaffar nagar markets owing to higher stock position of gur kept in the cold storages. In addition to it, weak offtake of gur also pressurizing the prices of gur in the coming days.
- Around 844000 bags (40 kg each) of Gur has been stored in Muzaffar nagar cold storage till 21st August 2012, which are 144000 bags higher compared to same period in last year, stock position. Out of total gur stock position, there are around 596000 bags of Chaku variety gur stored in Cold storages.

Outlook:

Week sentiments continued to prevail in key spot markets. Low off take 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						NCDEX Gur Futures:					
Contract	+/-	Open	High	Low	Close	Contract	+/-	Open	High	Low	Close
Sept-12	-5	3401	3422	3375	3406	Sept-12	-11	1201	1201	1183.5	1190
Oct-12	-12	3441	3470	3420	3451	Nov-12	-4.5	1200	1205	1195	1201
Nov-12	4	3450	3474	3426	3465	Dec-12	Unch	1156	1190.5	1152	1163
Contract	Volume	Change	OI	Change		Contract	Volume	Change	OI	Change	
Sept-12	27090	-8980	33290	-610		Sept-12	9910	3780	13300	-1040	
Oct-12	11120	2380	20890	-260		Nov-12	2420	960	3820	410	
Nov-12	1450	180	12180	240		Dec-12	390	-80	1330	-20	
Spread	Sept-12	Oct-12	Nov-12			Spread	Sept-12	Nov-12	Dec-12		
Basis	94					Basis	-30.5				
Sept-12		52				Sept-12		4.5			
Oct-12			4			Nov-12			-47		
Stocks	Demat	In-Process	Total	FED							
	18-08-12	18-08-12	18-08-12	13-08-12							
Kolhapur M	89	0	89	1447							
Kolhapur S	439	0	439	3680							
Sangli S	-	-	-	-							
LIFFE Sugar Futures (In US\$/MT)						ICE Sugar Futures (In Cents/Pound)					
Contract	Open	High	Low	Close	+/-	Contract	Open	High	Low	Close	+/-
Oct-12	565.7	565.7	547	547.9	-18.3	Oct-12	20.5	20.5	19.75	19.78	-0.72
Dec-12	559.1	561	547.4	548.2	-13.9	Mar-13	21.22	21.22	20.5	20.53	-0.64
Mar-13	564.3	565.4	551.6	552.6	-13	May-13	21	21.01	20.45	20.47	-0.54

Brazil Sugar Quotes (Kingsman US\$/MT)				Brazil White Sugar Premium (US\$/MT)		
Commodity	Place	Price	Change	Contract	Close	+/-
Raw Sugar FOB (\$/MT)	Santos Port	434.00	-10.25	Oct'12/Oct'12	111.5	-2
Raw Sugar C&F (\$/MT)	Black Sea	464.00	-10.25	Dec'12/Oct'12	111.5	1.75
Sugar White FOB (\$/MT)	Santos Port	524.50	-5.25	Dec'12/Mar'13	95.25	0.25

Brazil Sugar/ Ethanol Prices (In Cents/lb)		
Commodity	Price	Change
Brazil Domestic Sugar	21.39	0.33
Brazil Anhydrous	18.74	0.3
Brazil Hydrous	17.06	0.31

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		22-8-2012	21-8-2012	
Sugar	Delhi - Grade M	3600	3600	Unch
	Delhi - Grade S	3600	3600	Unch
	Delhi - Grade L	3610	3625	-15
	UP- Khatauli Grade M	3555	3580	-25
	UP- Ramala Grade M	-	3550	-
	Mumbai –Grade M	3666	-	-
	Mumbai –Grade S	3530	-	-
	Kolhapur – Grade M	3500	3500	Unch
	Kolhapur – Grade S	3400	3400	Unch
	Vijayawada – Grade M	4000	4000	Unch
	Vijayawada- Grade S	3860	3860	Unch
	Nagpur – Grade S	3700	3750	-50
	Kolkata – Grade M	-	3650	-
Chennai - Grade S	-	3550	-	

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

Gur Spot Prices (Rs/Qtl)				
		22-8-2012	21-8-2012	
Muzaffar Nagar	Khurpa	2850	2850	Unch
	Laddu	2850	2850	Unch
	Rascut	2875	2863	-12
	Sukha (Cold)	2925	2950	-25
	Gila	2900	2900	Unch
Maharashtra	Lal Variety	3200	3150	+50
Bangalore	Achhu	3000	3000	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	3000	-	-
Belthangadi	Yellow (Average)	-	-	-
Bijapur	Achhu	-	2718	-
Gulbarga	Other (Average)	3375	-	-
Mahalingapura	Penti (Average)	2990	2990	Unch
Mandya	Achhu (Medium)	2500	2500	Unch
	Kurikatu (Medium)	2300	2300	Unch
	Other (Medium)	2350	2350	Unch
	Yellow (Medium)	2450	2450	Unch
Shimoga	Achhu (Average)	3150	3155	-5

UP Private Mills Tender Rates				
Centre	Origin/Grade	22-8-2012	21-8-2012	Change
Dorala	M-30	3550	3550	Unch
Mawana	M-30	3580	3580	Unch
Modinagar	M-30	3480	3480	Unch
Malakpur	M-30	3460	3460	Unch
Simbholi	M-30	3640	3640	Unch
Asamoli	M-30	3620	3620	Unch
Dhanora	M-30	3610	3610	Unch
Dhampur	M-30	3530	3530	Unch
Kinnoni	M-31	3680	3680	Unch
Budhana	M-31	-	-	Unch
Thanabhavan	M-31	3560	3560	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	22-8-2012	21-8-2012	Change
Morna	M-30	3460	3460	Unch
Nanotha	M-30	3440	3440	Unch
Nazibabad	M-30	3440	3440	Unch
Sakoti	M-30	3450	3450	Unch
Amroha	M-30	3490	3490	Unch
Chandpur	M-30	3470	3470	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	22-8-2012	21-8-2012	Change
Baghpat	M-30	3460	3460	Unch
Gajraula	M-30	3430	3430	Unch
BulandShahar	M-30	3500	3500	Unch
Anupshahar	M-30	3430	3430	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	8/21/2012
SANT DAMAJI	S2.JB	3348
BHANDAR KOTHE	S.PP	3309
	S1.PP	3318.00 OPEN
VITTHAL PANDHARPUR	S.PP	3315
LOKMANGAL AGRO	M.PP	3448
MANJARA	S.PP	3278.00-3308.00
	M.PP	3350.00-3385.00
NATURAL	S.PP	3315
BHOGAWATI	M.PP	3558.00 OPEN
VISHWAS	M.PP	3425
HAMIDWADA	S1.PP	3398.00 OPEN
DATT SHIROL	S1.PP	3405



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