

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key spot markets on Friday as markets could not find adequate cues to decide the prices either side.
- Brazilian sugar mills from Center South Region crushed around 44.25 million tons of cane till first half of August which is approx 14% higher compared to same period last year cane crushed by mills i.e. 38.74 million tons.
- South Africa's 2012/13 sugar output is estimated at 2.177 million tonnes slightly down from a previous forecast of 2.18 million tonnes,
- Sugar output could decline to 23 million tons in 2012-13, according to a statement given by Food minister Mr. K V Thomas.
- Gur prices are continuously declining 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:

Sugar prices are moving range bound at present as markets are in confusion over sugar production scenario and lack of clarity over yield of sugarcane for the coming season. **However, government's ignorance over the sugar export ban issue and sharp trim of sugar production by government likely to increase the prices of sugar in the coming days.**

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Sept-12	-13	3440	3461	3426	3431
Oct-12	1	3489	3508	3470	3489
Nov-12	10	3483	3505	3470	3497

Contract	Volume	Change	OI	Change
Sept-12	19770	-230	28250	-2030
Oct-12	7390	-2170	20590	270
Nov-12	1560	-750	13100	470

Spread	Sept-12	Oct-12	Nov-12
Basis	69		
Sept-12		58	66
Oct-12			8

Stocks	Demat 23-08-12	In-Process 23-08-12	Total 23-08-12	FED 21-08-12
Kolhapur M	-	-	-	-
Kolhapur S	339	0	339	339
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Oct-12	549.3	559.5	545.7	547.1	-4.2
Dec-12	548	556.4	545	545.6	-4.9
Mar-13	552.5	561.3	549.1	550	-4.5

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Sept-12	-15.5	1182	1182	1167	1170
Nov-12	-6	1194	1196	1191	1193
Dec-12	-7	1144	1160	1144	1152.5

Contract	Volume	Change	OI	Change
Sept-12	7810	290	13700	-390
Nov-12	1630	550	4110	310
Dec-12	620	80	1600	120

Spread	Sept-12	Nov-12	Dec-12
Basis	-20		
Sept-12		23	-17.5
Nov-12			-40.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-12	19.8	20.27	19.56	19.59	-0.35
Mar-13	20.55	20.92	20.31	20.33	-0.27
May-13	20.5	20.83	20.28	20.3	-0.22

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	427.75	-1.75
Raw Sugar C&F (\$/MT)	Black Sea	457.75	-1.75
Sugar White FOB (\$/MT)	Santos Port	525.25	-1.75

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'12/Oct'12	114.5	3.25
Dec'12/Oct'12	113	2.5
Dec'12/Mar'13	97	1

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	21.11	-0.11
Brazil Anhydrous	18.74	-0.04
Brazil Hydrous	17.06	-0.03

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		24-8-2012	23-8-2012	
Sugar	Delhi - Grade M	3610	3590	+20
	Delhi - Grade S	-	-	-
	Delhi - Grade L	3630	3610	+20
	UP- Khatauli Grade M	3550	3565	-15
	UP- Ramala Grade M	3525	3540	-15
	Mumbai –Grade M	3671	3671	Unch
	Mumbai –Grade S	3518	3532	-14
	Kolhapur – Grade M	3500	-	-
	Kolhapur – Grade S	3400	-	-
	Vijayawada – Grade M	4000	4000	Unch
	Vijayawada- Grade S	3860	3860	Unch
	Nagpur – Grade S	3600	3600	Unch
	Kolkata – Grade M	3700	3700	Unch
	Chennai - Grade S	3530	3530	Unch

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

Gur Spot Prices (Rs/Qtl)				
		24-8-2012	23-8-2012	
Muzaffar Nagar	Khurpa	2750	2850	-100
	Laddu	2800	2850	-50
	Rascut	2850	2850	Unch
	Sukha (Cold)	2875	2900	-25
	Gila	2825	2875	-50
Maharashtra	Lal Variety	3150	3200	-50
Bangalore	Achhu	3000	3000	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	-	3000	-
Belthangadi	Yellow (Average)	2900	2900	Unch
Bijapur	Achhu	-	2825	-
Gulbarga	Other (Average)	3300	3400	-100
Mahalingapura	Penti (Average)	3130	2940	+190
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2300	2300	Unch
	Other (Medium)	2350	2350	Unch
	Yellow (Medium)	2450	2450	Unch
Shimoga	Achhu (Average)	3200	3150	+50

UP Private Mills Tender Rates				
Centre	Origin/Grade	24-8-2012	23-8-2012	Change
Dorala	M-30	3485	3550	-65
Mawana	M-30	3520	3580	-60
Modinagar	M-30	3465	3480	-15
Malakpur	M-30	3450	3460	-10
Simbholi	M-30	3610	3640	-30
Asamoli	M-30	3600	3620	-20
Dhanora	M-30	3490	3610	-120
Dhampur	M-30	-	3530	-
Kinnoni	M-31	3770	3680	90
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	3560	-

UP Government Mills Tender Rates				
Centre	Origin/Grade	24-8-2012	23-8-2012	Change
Morna	M-30	3430	3460	-30
Nanotha	M-30	3410	3440	-30
Nazibabad	M-30	3400	3440	-40
Sakoti	M-30	3420	3450	-30
Amroha	M-30	-	3490	-
Chandpur	M-30	-	3470	-

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	24-8-2012	23-8-2012	Change
Baghpat	M-30	3430	3460	-30
Gajraula	M-30	3410	3430	-20
BulandShahar	M-30	-	3500	-
Anupshahar	M-30	3400	3430	-30

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	23-08-2012
RAMESHWAR	S.PP	3343
VRIDESHWAR	S1.PP	3330.00-3335.00
	M.JB	3440.00-3445.00
SIDDHESHWAR	S1.PP	3348
SANGAMNER	S1.PP	3340.00-3345.00
SHREEPUR	S.PP	3350
	S1.PP	3390
SANT DAMAJI	S1.JB	3373
BHANDAR KOTHE	S1.PP	3358
KUMBHI	S1.PP	3393
	M/30	3513.00 OPEN
BIDRI	S1.PP	3380.00-3385.00
	M.PP	3440.00-3443.00
BHOGAWATI	M/30	3498
WATEGAON	S.PP	3353
WALWA	S1.PP	3348



Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>

© 2005 Indian Agribusiness Systems Pvt Ltd.