

Sugar & Gur Domestic & International Fundamentals

- Sugar prices improved today in key spot markets. Weak sugar output prospects for the coming season led the sugar prices upwards.
- Maharashtra government denies bank guarantee for 13 co-operative factories due to lack of cane for the coming season to avoid any further losses.
- Union Food Ministry recommend two proposals for fixing new retail sugar prices sold as PDS. According to first proposal, food ministry has recommended to free up the prices of levy sugar and allow state governments to fix it as per their financial resources. As far as second proposal by Union govt., food ministry may fix a price band ranging from Rs 13.5 to Rs 25.37 per kg at which the subsidy on levy sugar is nil.
- Gur prices moved up in Muzaffar nagar spot market owing to higher offtake.
- Around 680000 bags (40 kg each) of Gur has been stored in Muzaffar nagar cold storage till 3rd September 2012, which are 178000 bags higher compared to same period in last year, stock position. Out of total gur stock position, there are around 406400 bags of Chaku variety gur stored in Cold storages.
- This week around 91000 bags of gur (all varieties) has been lifted which is lower by 7000 bags lifted in the same period a year earlier

Outlook:

Prices of sugar are moving range bound with weak tone considering extension of sugar quota unsold from August month which is going to sold in the coming days. Also, weak international prices led by moderate monthly sugar exports from Brazil pressurize the sugar prices. We expect prices of sugar likely to remain range bound with weak tone in the coming days.

NCDEX Sugar Futures					
Contract	+/-	Open	High	Low	Close
Sept-12	25	3461	3477	3460	3474
Oct-12	8	3555	3567	3543	3563
Nov-12	16	3567	3575	3555	3574

Contract	Volume	Change	OI	Change
Sept-12	350	280	4990	-160
Oct-12	12910	1310	41890	770
Nov-12	1190	-330	15270	80

Spread	Sept-12	Oct-12	Nov-12
Basis	76		
Sept-12		89	100
Oct-12			11

Stocks	Demat	In-Process	Total	FED
	08-09-12	08-09-12	08-09-12	03-09-12
Kolhapur M	1970	297	2267	-
Kolhapur S	1110	279	1389	41
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)					
Contract	Open	High	Low	Close	+/-
Oct-12					
Dec-12					
Mar-13					

NCDEX Gur Futures:					
Contract	+/-	Open	High	Low	Close
Sept-12	-3.5	1165	1168.5	1159	1162
Nov-12	-9.5	1228	1228	1211	1216
Dec-12	-4	1164	1170	1157.5	1163.5

Contract	Volume	Change	OI	Change
Sept-12	530	-190	4160	-170
Nov-12	7020	1640	6310	260
Dec-12	1330	550	2130	-60

Spread	Sept-12	Nov-12	Dec-12
Basis	8		
Sept-12		54	1.5
Nov-12			-52.5

ICE Sugar Futures (In Cents/Pound)					
Contract	Open	High	Low	Close	+/-
Oct-12					
Mar-13					
May-13					

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	418.00	-
Raw Sugar C&F (\$/MT)	Black Sea	445.00	-
Sugar White FOB (\$/MT)	Santos Port	516.25	-

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'12/Oct'12	132.5	
Dec'12/Oct'12	131	
Dec'12/Mar'13	115	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	20.1	
Brazil Anhydrous	18.71	
Brazil Hydrous	17.57	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		10-9-2012	08-9-2012	
Sugar	Delhi - Grade M	3750	3740	+10
	Delhi - Grade S	3725	3700	+25
	Delhi - Grade L	3770	3740	+30
	UP- Khatauli Grade M	3790	3770	+20
	UP- Ramala Grade M	-	-	-
	Mumbai –Grade M	3701	3696	+5
	Mumbai –Grade S	3556	3541	+15
	Kolhapur – Grade M	3550	3500	+50
	Kolhapur – Grade S	3450	3400	+50
	Vijayawada – Grade M	4080	4080	Unch
	Vijayawada- Grade S	3900	3900	Unch
	Nagpur – Grade S	3700	3700	Unch
	Kolkata – Grade M	-	3700	-
	Chennai - Grade S	3600	3650	-50

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

Gur Spot Prices (Rs/Qtl)				
		10-9-2012	08-9-2012	
Muzaffar Nagar	Khurpa	2900	2800	+100
	Laddu	-	-	-
	Rascut	2825	2813	+12
	Sukha (Cold)	2925	2913	+12
	Gila	2888	2875	+13
Maharashtra	Lal Variety	3100	3100	Unch
Bangalore	Achhu	3000	-	-
	Mudde	3200	-	-
Belgaum	Mudde	-	3100	-
Belthangadi	Yellow (Average)	2900	-	-
Bijapur	Achhu	2800	-	-
Gulbarga	Other (Average)	3125	3100	+25
Mahalingapura	Penti (Average)	2890	-	-
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	3175	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	10-9-2012	08-9-2012	Change
Dorala	M-30	3700	3700	Unch
Mawana	M-30	3720	3720	Unch
Modinagar	M-30	3680	3680	Unch
Malakpur	M-30	3660	3660	Unch
Simbholi	M-30	3780	3780	Unch
Asamoli	M-30	3780	3780	Unch
Dhanora	M-30	3680	3680	Unch
Dhampur	M-30	-	-	-
Kinnoni	M-31	3820	3820	Unch
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	-	-

UP Government Mills Tender Rates				
Centre	Origin/Grade	10-9-2012	08-9-2012	Change
Morna	M-30	3590	3590	Unch
Nanotha	M-30	3560	3560	Unch
Nazibabad	M-30	3560	3560	Unch
Sakoti	M-30	3570	3570	Unch
Amroha	M-30	3640	3640	Unch
Chandpur	M-30	3620	3620	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	10-9-2012	08-9-2012	Change
Baghpat	M-30	3590	3590	Unch
Gajraula	M-30	3560	3560	Unch
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3560	3560	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	08-09-2012
SOMESHWAR	M.PP	3460
SANJIVANI	S.JB	3446
	M.JB	3551
MULA	S.PP-S1.PP	3425.00-3455.00
	M.PP-JB	3487.00-3525.00
AMBEDKAR	S1.PP	3435.00-3441.00
ASHOK	S.PP	3451
	M.JB	3551
SANT DAMAJI	S.JB	3473.00 OPEN

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