

## Sugar & Gur Domestic & International Fundamentals

- India's sugar production next marketing year will likely fall by 1 million metric tonnes from a previous forecast due to unpredictable monsoon rain in Maharashtra and Karnataka states, both major producers.
- Production is expected to total 24 million metric tonnes in the year starting Oct. 1. India produced about 26 million tonnes in 2011/12.
- Maharashtra traders see Rs.4000 per quintal sugar price level till November.
- Recently, Renuka sugars have imported around 2 lakh tons of raw sugar from its factory from Brazil in two different shipments.
- Thailand sugar exports for 2012-13 likely to fall to 7.5 million tons down from 7.7 million tons over poor rainfall.
- Gur prices improved today in Muzaffar nagar spot market. Light showers in UP cane belts delay the harvesting of sugarcane.
- It is notable that some kolhus has started to make gur in Khatauli (Muzaffar nagar) region as reported.
- Around 568000 bags (40 kg each) of Gur has been stored in Muzaffar nagar cold storage till 11<sup>th</sup> September 2012, which are 148000 bags higher compared to same period in last year, stock position. Out of total gur stock position, there are around 375000 bags of Chaku variety gur stored in Cold storages.

### Outlook:

Sugar prices should move range bound with firm tone in the coming week considering delay in crushing of cane in UP & Maharashtra and weaker sugar output projections from various trade houses give a hint of bullishness for the coming months until fresh arrivals started in the open markets. However, Upcoming quarterly sugar quota which would release by government at the end of the month would decide the future of the sugar prices further.

### NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
Sept-12	-8.00	3540	3550	3531	3536
Oct-12	-10.00	3610	3625	3595	3598
Nov-12	-10.00	3628	3634	3605	3607

Contract	Volume	Change	OI	Change
Sept-12	300	-220	3140	-270
Oct-12	11,810	-8230	39210	-970
Nov-12	2,250	-1500	16610	180

Spread	Sept-12	Oct-12	Nov-12
Basis	-64		
Sept-12		-62	-9
Oct-12			4

Stocks	Demat 14-09-12	In-Process 14-09-12	Total 14-09-12	FED 10-09-12
Kolhapur M	2267	0	2267	2267
Kolhapur S	1189	0	1189	1389
Sangli S	-	-	-	-

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

Contract	Open	High	Low	Close	+/-
Oct-12	565	578.8	563.7	573.6	10.7
Dec-12	559.9	572.1	559.2	567.3	8.4
Mar-13	562.2	573.9	562.2	569.7	7.8

### NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Sept-12	-1.50	1142	1150	1141.50	1148
Nov-12	-6.50	1190	1199	1190	1191
Dec-12	-8.50	1144	1149	1137.50	1139

Contract	Volume	Change	OI	Change
Sept-12	390	-490	2720	-330
Nov-12	1,590	-3070	6920	-90
Dec-12	620	-150	2920	200

Spread	Sept-12	Nov-12	Dec-12
Basis	4.7		
Sept-12		42.5	-3
Nov-12			-45.5

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

Contract	Open	High	Low	Close	+/-
Oct-12	19.8	20.25	19.73	19.91	0.2
Mar-13	20.46	21	20.44	20.77	0.34
May-13	20.6	21.08	20.57	20.85	0.32

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

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	433.50	
Raw Sugar C&F (\$/MT)	Black Sea	460.50	
Sugar White FOB (\$/MT)	Santos Port	531.75	

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

Contract	Close	+/-
Oct'12/Oct'12	435.25	
Dec'12/Oct'12	463.25	
Dec'12/Mar'13	534.50	

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

Commodity	Price	Change
Brazil Domestic Sugar	19.56	
Brazil Anhydrous	18.99	
Brazil Hydrous	17.81	

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		15-9-2012	14-9-2012	
Sugar	Delhi - Grade M	2780	3760	+20
	Delhi - Grade S	-	3720	-
	Delhi - Grade L	3820	3800	+20
	UP- Khatauli Grade M	-	3760	-
	UP- Ramala Grade M	-	-	-
	Mumbai –Grade M	3781	3756	+25
	Mumbai –Grade S	3651	3616	+35
	Kolhapur – Grade M	3600	3550	+50
	Kolhapur – Grade S	3500	3450	+50
	Vijayawada – Grade M	4050	4050	Unch
	Vijayawada- Grade S	3900	3900	Unch
	Nagpur – Grade S	3750	3750	Unch
	Kolkata – Grade M	3780	-	-
	Chennai - Grade S	3600	3600	Unch

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

Gur Spot Prices (Rs/Qtl)				
		15-9-2012	14-9-2012	
Muzaffar Nagar	Khurpa	2700	-	-
	Laddu	-	-	-
	Rascut	2800	2798	+2
	Sukha (Cold)	2875	2888	-13
	Gila	2850	2850	Unch
Maharashtra	Lal Variety	-	3000	-
Bangalore	Achhu	3200	3200	Unch
	Mudde	3300	3300	Unch
Belgaum	Mudde	3200	3200	Unch
Belthangadi	Yellow (Average)	2900	2950	-50
Bijapur	Achhu	2740	2700	+40
Gulbarga	Other (Average)	-	-	-
Mahalingapura	Penti (Average)	-	2910	-
Mandya	Achhu (Medium)	-	2650	-
	Kurikatu (Medium)	-	2350	-
	Other (Medium)	-	2450	-
	Yellow (Medium)	-	2500	-
Shimoga	Achhu (Average)	-	3125	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	15-9-2012	14-9-2012	Change
Dorala	M-30	3750	3700	50
Mawana	M-30	3760	3710	50
Modinagar	M-30	3700	3680	20
Malakpur	M-30	-	-	-
Simbholi	M-30	3800	3780	20
Asamoli	M-30	3790	3740	50
Dhanora	M-30	3760	3670	90
Dhampur	M-30	-	-	-
Kinnoni	M-31	3850	3820	30
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	-	-

UP Government Mills Tender Rates				
Centre	Origin/Grade	15-9-2012	14-9-2012	Change
Morna	M-30	3550	3530	20
Nanotha	M-30	3550	3520	30
Nazibabad	M-30	3540	3520	20
Sakoti	M-30	3560	3530	30
Amroha	M-30	3650	3630	20
Chandpur	M-30	3640	3620	20

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	15-9-2012	14-9-2012	Change
Baghpat	M-30	3580	3540	40
Gajraula	M-30	3550	3520	30
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3550	3510	40

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	9/14/2012
SANT DAMAJI	S.JB	3508
	M.JB	3623
KRISHNA	S.PP-JK	3508.00-3518.00
	S1.JK-JB	3528.00-3548.00
SAMARTH	S1.JK	3565
	M.JK	3630
LOKNATE	S.PP	3478
	M.PP	3533
RAMESHWAR	S.PP	3489
ANURAJ	S.JB	3530
	M.JB	3617
VIGHNAHAR	S.PP-JB	3500.00-3515.00
	M.PP-JB	3607.00-3615.00
DAUND AGRO	S.PP	3510
	S1.PP	3520
SILOD	S.JB	3534
	M.PP	3584
MALEGAON	S.PP	3498
	S.JK	3508
VIKAS	S.JK	3515.00-3528.00

	M.JK	3628.00-3638.00
BHAIRAVNATH SONERI	S.JB	3500.00-3510.00
BHAIRAVNATH VIHAR	S.JB	3520.00-3530.00
KOLPEWADI	S.JB	3601
	M.JB	3650
BHENDA	S1.PP	3541
	M.PP	3595
SADASHIV	S.JB	3466.00-3472.00
	M.JB	3502
SIDDHESHWAR	OLD S.PP	3428
	S1.PP	3453
ASURLE PORLE	S2.PP	3538
WARANA	S1.PP	3550.00 OPEN
	M.PP	3650.00 OPEN
JAWAHAR	S2.PP	3503.00 OPEN
	M1.PP	3608.00 OPEN
WALWA	S1.PP	3488.00 OPEN
	M.PP	3588.00 OPEN

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