

## Sugar & Gur Domestic & International Fundamentals

- Brazil Sugar production in August 2012 amounted to 6.815 mln tonnes, raw value, up from 5.893 mln produced in August 2012. This was the second month of record production after output hit 6.0 mln tonnes in July 2012.
- Australian raw sugar production in 2012/13 is now forecast at 4.521 mln tonnes. This is up 120,000 tonnes from its previous estimate issued in June and compares with 3.733 mln tonnes of output in 2011/12. ABARES said the forecast is driven by an increase in the area harvested by 4.1% to 385,000 ha and higher sugar yields aided by hot dry weather in the harvesting period to date. Sugar yields were relatively low in 2011/12 with large areas of cane carried over from 2010/11 due to excessive rainfall.
- China will stockpile 500,000 metric tonnes of sugar from the domestic market starting from September 20 to help stabilize local prices and protect farmer interests
- Traders are waiting for Oct-Dec quarterly sugar quota non-levy sugar quota which is going to announce by government at the end of the September month.
- Karnataka government fixes Rs 220 per quintal cane price for 2012-13 marketing year. It is notable that crushing has already been started in Karnataka.
- 2011/12 (Oct/Sep) sugar exports from India have recorded a four-year high with 3.15 mln tonnes shipped by the end of August.

### 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	38	3580	3600	3500	3590
Oct-12	-15	3586	3606	3559	3570
Nov-12	-15	3586	3596	3558	3570

Contract	Volume	Change	OI	Change
Sept-12	490	-3330	840	-1250
Oct-12	11,400	2230	33960	-3290
Nov-12	6,080	830	18960	450

Spread	Sept-12	Oct-12	Nov-12
Basis	60		
Sept-12		20	0
Oct-12			119

Stocks	Demat 20-09-12	In-Process 20-09-12	Total 20-09-12	FED 17-09-12
Kolhapur M	2116	0	2116	2267
Kolhapur S	1190	0	1190	1190
Sangli S	-	-	-	-

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

Contract	Open	High	Low	Close	+/-
Oct-12	556.3	559	550.5	557	5
Dec-12	548.8	552.4	544.6	549.8	4.9
Mar-13	551.3	555.4	547.6	552.5	5.2

### NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Sept-12	-7	1150	1163	1147	1147
Nov-12	-4	1172	1173	1161	1167
Dec-12	2	1129	1135	1125	1132

Contract	Volume	Change	OI	Change
Sept-12	760	-110	130	-700
Nov-12	5,370	-3270	7820	750
Dec-12	1,170	400	3480	250

Spread	Sept-12	Nov-12	Dec-12
Basis	6.2		
Sept-12		35	-13
Nov-12			-48

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

Contract	Open	High	Low	Close	+/-
Oct-12	19.13	19.3	18.97	19.21	0.25
Mar-13	19.87	20.02	19.68	19.91	0.22
May-13	20	20.19	19.83	20.08	0.25

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

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	433.50	+5.25
Raw Sugar C&F (\$/MT)	Black Sea	460.50	+5.25
Sugar White FOB (\$/MT)	Santos Port	531.75	+5.25

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

Contract	Close	+/-
Dec'12/Oct'12	133.75	
Dec'12/Mar'13	117.25	
Mar'13/Mar'13	109.5	

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

Contract	Close	+/-
Dec'12	557	+5.00
Mar'12	549	+4.90
May'12	552	+5.20

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		21-9-2012	20-9-2012	
Sugar	Delhi - Grade M	3800	3800	Unch
	Delhi - Grade S	3740	3730	+10
	Delhi - Grade L	-	3850	-
	UP- Khatauli Grade M	3820	3775	+45
	UP- Ramala Grade M	-	-	-
	Mumbai -Grade M	3806	Closed	-
	Mumbai -Grade S	3670	Closed	-
	Kolhapur - Grade M	3650	Closed	-
	Kolhapur - Grade S	3550	Closed	-
	Vijayawada - Grade M	4070	4070	Unch
	Vijayawada- Grade S	3920	3920	Unch
	Nagpur - Grade S	3850	Closed	-
	Kolkata - Grade M	-	Closed	-
	Chennai - Grade S	3650	3650	Unch

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

Gur Spot Prices (Rs/Qtl)				
		21-9-2012	20-9-2012	
Muzaffar Nagar	Khurpa	-	Closed	-
	Laddu	-	Closed	-
	Rascut	2775	Closed	-
	Sukha (Cold)	2838	Closed	-
	Gila	2863	Closed	-
Maharashtra	Lal Variety	3050	Closed	-
Bangalore	Achhu	3200	Closed	-
	Mudde	3300	Closed	-
Belgaum	Mudde	3300	Closed	-
Belthangadi	Yellow (Average)	2900	Closed	-
Bijapur	Achhu	2750	Closed	-
Gulbarga	Other (Average)	3300	Closed	-
Mahalingapura	Penti (Average)	2945	3010	-65
Mandya	Achhu (Medium)	-	Closed	-
	Kurikatu (Medium)	-	Closed	-
	Other (Medium)	-	Closed	-
	Yellow (Medium)	-	Closed	-
Shimoga	Achhu (Average)	-	Closed	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	21-9-2012	20-9-2012	Change
Dorala	M-30	3750	3750	Unch
Mawana	M-30	3760	3760	Unch
Modinagar	M-30	3700	3700	Unch
Malakpur	M-30	-	-	-
Simbholi	M-30	3800	3800	Unch
Asamoli	M-30	3790	3790	Unch
Dhanora	M-30	3760	3760	Unch
Dhampur	M-30	-	-	-
Kinnoni	M-31	3850	3850	Unch
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	-	-
UP Government Mills Tender Rates				
Centre	Origin/Grade	21-9-2012	20-9-2012	Change
Morna	M-30	3550	3550	Unch
Nanotha	M-30	3550	3550	Unch
Nazibabad	M-30	3540	3540	Unch
Sakoti	M-30	3560	3560	Unch
Amroha	M-30	3650	3650	Unch
Chandpur	M-30	3640	3640	Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	21-9-2012	20-9-2012	Change
Baghpat	M-30	3580	3580	Unch
Gajraula	M-30	3550	3550	Unch
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3550	3550	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	9/20/2012
JAWAHAR	S2.PP	3518.00 OPEN
	M2.PP-M1.PP	3568.00-3623.00
SONHIRA	M.JK	3628.00 OPEN
DHARMPUR	M.PP	3741
JIND	S.JK	3742
ASAND	M.JK	3783
ROHTAK	S.JK	3763
	M.JK	3795
FAJILKA	S.JK	3748
KAITHAL	S.JK	3751
KAGAL	S.PP	3575.00 OPEN
	M.PP	3700.00 OPEN
SHARAD	S.PP	3535.00 OPEN
	M.PP	3608
SADASHIV	S.JB	3501
	M.JB	3550
SHREEPUR	S.PP-S1.PP	3545.00-3585.00
	M.PP	3645
MULA	S.PP-S1.PP	3515.00-3550.00
	M.PP-JB	3550.00-3615.00

<b>MADHA</b>	<b>S.PP</b>	<b>3510</b>
<b>SANGAMNER</b>	<b>S.JB</b>	<b>3587</b>
	<b>M.JB</b>	<b>3660</b>

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