

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key spot markets on Monday as markets could not find adequate cues to decide the prices either side.
- The government today deferred a decision on raising price of sugar sold through ration shops.
- In August, China imported sugar was 583,400 tons, up by 38% in January-August imported a total of 2.43 million tons, only 1.2 million tons a year earlier, according to the latest data of the General Administration of Customs of China.
- Thai white sugar premium steady at \$40-\$60 per ton.
- Indonesia become the biggest raw sugar importer replacing China due to increasing consumption of sugar. Indonesian sugar industry struggles to increase the sugar output. Indonesia is likely to import around 2.15 million tons of raw sugar in 2012-13 (October-Sept.), according to ISO.
- 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.
- Gur prices are steady today in Muzaffar nagar market. However, higher stock position of gur still left in cold storages increase the pressure to sell gur in the open markets which pressurize the prices.

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
Oct-12	-25	3591	3592	3536	3555
Nov-12	-31	3580	3591	3536	3544
Dec-12	-34	3464	3464	3410	3420

Contract	Volume	Change	OI	Change
Oct-12	16230	8110	29930	-2750
Nov-12	8210	5640	21850	1750
Dec-12	2630	1000	18290	110

Spread	Oct-12	Nov-12	Dec-12
Basis	95		
Oct-12		-11	-135
Nov-12			-124

Stocks	Demat 22.9.12	In-Process 22.9.12	Total 22.9.12	FED 17.9.12
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	+/-
Dec-12	558	568.8	557.7	560.9	3.9
Mar-13	550.5	560.9	550.5	553.8	4
May-13	553.5	561	553.5	555.7	3.2

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
Nov-12	13.5	1170	1187	1170	1181
Dec-12	15	1133	1150	1133	1150
Jan-13	8.5	1160	1162	1157	1158.5

Contract	Volume	Change	OI	Change
Nov-12	5220	2890	8250	490
Dec-12	1220	630	3350	-190
Jan-13	40	-80	200	0

Spread	Nov-12	Dec-12	Jan-12
Basis	-37		
Nov-12		-31	-22.5
Dec-12			8.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-12	19.23	19.7	19.13	19.38	0.17
Mar-13	19.91	20.39	19.81	20.07	0.16
May-13	20.1	20.52	19.99	20.19	0.11

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	+/-
Dec'12/Oct'12	134.25	
Dec'12/Mar'13	119	
Mar'13/Mar'13	111.25	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Dec'12	19.22	
Mar'12	18.48	
May'12	17.64	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		24-9-2012	22-9-2012	
Sugar	Delhi - Grade M	3860	3840	+20
	Delhi - Grade S	3800	3760	+40
	Delhi - Grade L	3900	-	-
	UP- Khatauli Grade M	3800	3820	-20
	UP- Ramala Grade M	-	-	-
	Mumbai –Grade M	3801	3801	Unch
	Mumbai –Grade S	3662	3670	-8
	Kolhapur – Grade M	3650	3650	Unch
	Kolhapur – Grade S	3550	3550	Unch
	Vijayawada – Grade M	4070	4070	Unch
	Vijayawada- Grade S	3920	3920	Unch
	Nagpur – Grade S	3850	3850	Unch
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	3650	3650	Unch

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

Gur Spot Prices (Rs/Qtl)				
		24-9-2012	22-9-2012	
Muzaffar Nagar	Khurpa	-	-	-
	Laddu	-	-	-
	Rascut	2803	2775	+28
	Sukha (Cold)	2863	2863	Unch
	Gila	2838	2825	+13
Maharashtra	Lal Variety	3200	3050	+150
Bangalore	Achhu	3200	3200	Unch
	Mudde	3300	3300	Unch
Belgaum	Mudde	3200	3200	Unch
Belthangadi	Yellow (Average)	2900	2900	Unch
Bijapur	Achhu	2850	2800	+50
Gulbarga	Other (Average)	3325	3290	+65
Mahalingapura	Penti (Average)	2980	-	-
Mandya	Achhu (Medium)	2500	-	-
	Kurikatu (Medium)	2300	-	-
	Other (Medium)	2450	-	-
	Yellow (Medium)	2450	-	-
Shimoga	Achhu (Average)	3150	3175	-25

UP Private Mills Tender Rates				
Centre	Origin/Grade	24-9-2012	22-9-2012	Change
Dorala	M-30	3820	3750	70
Mawana	M-30	3840	3760	80
Modinagar	M-30	3730	3700	30
Malakpur	M-30	-	-	-
Simbholi	M-30	3900	3800	100
Asamoli	M-30	3890	3790	100
Dhanora	M-30	3790	3760	30
Dhampur	M-30	-	-	-
Kinnoni	M-31	3920	3850	70
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	-	-

UP Government Mills Tender Rates				
Centre	Origin/Grade	24-9-2012	22-9-2012	Change
Morna	M-30	3630	3550	80
Nanotha	M-30	3620	3550	70
Nazibabad	M-30	3560	3540	20
Sakoti	M-30	3620	3560	60
Amroha	M-30	3650	3650	Unch
Chandpur	M-30	3640	3640	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	24-9-2012	22-9-2012	Change
Baghpat	M-30	3640	3580	60
Gajraula	M-30	3610	3550	60
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3610	3550	60

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	9/22/2012
PRASAD	S.PP	3550.00 OPEN
BHIMA SHANKAR	S.PP	3523.00-3527.00
KUMBHI	M.PP	3660
	M.PP	3663.00 OPEN
BIDRI	M.PP	3630
MALEGAON	S.PP	3523
	S.JK	3533
SADASHIV	S.JB	3515.00-3518.00
	M.JB	3550
SHRIGONDA	S.PP	3521
	S.JB	3542
SANGAMNER	S.PP	3517.00-3528.00
	M.JB	3655.00-3700.00

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