

## Sugar & Gur Domestic & International Fundamentals

- Sugar prices remained steady to firm in key spot markets over decontrol recommendation on sugar by Rangarajan committee to PM. However, lower international prices might drag the prices of domestic sugar downwards considering increasing imports.
- India likely to allow sugar exports in 2012-13 started from Oct 1<sup>st</sup> 2012. Despite of expected downfall in sugar production this year to 23 to 23.5 million tons, government sees domestic sugar surplus which urge them to go for sugar exports for another year. It is notable that India is exporting sugar for last 2 years.
- Chennai mills have quoted higher sugar prices but no trade has been witnessed as reported. Chennai traders are buying sugar from Karnataka mills at lower quotes @ 3300 per quintal.
- Arrivals of gur surged today from 7000 to 15000 bags which led the prices down in Muzaffar nagar market. Raid by government officials to curb the gur trade out of the mandi increase the fear among traders and led the increase in arrivals in the gur mandi.
- Around 96000 bags (40 kg each) of Gur has been stored in Muzaffar nagar cold storage till 15<sup>th</sup> Oct 2012, which are 26000 bags higher compared to same period in last year, stock position. Out of total gur stock position, there are around 21000 bags of Chaku variety gur stored in Cold storages. This week around 61000 bags of gur has been lifted which increase the prices of gur last week.

### Outlook:

Sugar prices are likely to move range bound with weak tone over higher sugar quota for Oct-Nov. Recent release clearly shows that government doesn't want any further increase in sugar prices. Meanwhile, Indian millers are importing raw sugar from Brazil that would put bearish impact on sugar prices.

### NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Oct-12	83	3444	3483	3444	3483
Nov-12	3	3367	3380	3351	3362
Dec-12	4	3335	3346	3325	3333

Contract	Volume	Change	OI	Change
Oct-12	20	20	3280	0
Nov-12	10690	-1050	34440	70
Dec-12	3140	-250	15750	60

Spread	Oct-12	Nov-12	Dec-12
Basis	17		
Oct-12		-121	-150
Nov-12			-29

Stocks	Demat 13.10.12	In-Process 13.10.12	Total 13.10.12	FED 08.10.12
Kolhapur M	2891	80	2971	1749
Kolhapur S	492	0	492	-
Sangli S	-	-	-	-

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

Contract	Open	High	Low	Close	+/-
Dec-12					
Mar-13					
May-13					

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-12	-7.5	1155	1158	1148	1155
Dec-12	-5	1118.5	1120	1112.5	1120
Jan-13	-	-	-	-	-

Contract	Volume	Change	OI	Change
Nov-12	4290	1110	8810	-110
Dec-12	1470	580	3790	-20
Jan-13	0	-60	210	0

Spread	Nov-12	Dec-12	Jan-12
Basis	120.2		
Nov-12		-35	288
Dec-12			323

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

Contract	Open	High	Low	Close	+/-
Mar-13					
May-13					
Jul-13					

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

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	422.25	<b>-11.75</b>
Raw Sugar C&F (\$/MT)	Black Sea	453.25	<b>-11.75</b>
Sugar White FOB (\$/MT)	Santos Port	533.25	<b>-11.75</b>

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

Contract	Close	+/-
Dec'12/Mar'13	122.50	
Mar'13/Mar'13	105.50	
May'13/May'13	106	

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

Contract	Close	+/-
Dec'12	19.18	
Mar'12	17.48	
May'12	16.83	

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		15-Oct-12	13-Oct-12	
Sugar	Delhi - Grade M	3700	3700	Unch
	Delhi - Grade S	3650	-	-
	Delhi - Grade L	3720	-	-
	UP- Khatauli Grade M	3680	3670	+10
	UP- Ramala Grade M	3538	3540	-2
	Mumbai –Grade M	3736	3706	+30
	Mumbai –Grade S	3581	3571	+10
	Kolhapur – Grade M	3500	3500	Unch
	Kolhapur – Grade S	3400	3400	Unch
	Vijayawada – Grade M	3940	3940	Unch
	Vijayawada- Grade S	3780	3780	Unch
	Nagpur – Grade S	3700	3700	Unch
	Kolkata – Grade M	3750	-	-
	Chennai - Grade S	3550	3350	+200

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

## Gur Spot Prices (Rs/Qtl)

		15-Oct-12	13-Oct-12	
Muzaffar Nagar	New Chaku	3188	3225	-37
	Chaku Sukha (Cold)	2850	2850	Unch
	Chaku Gila (Cold)	-	-	-
	Khurpa	2825	2925	-100
	Laddu	3150	3200	-50
	Rascut	2725	2750	-25
Maharashtra	Lal Variety	3200	3200	Unch
Bangalore	Achhu	-	-	-
	Mudde	-	-	-
Belgaum	Mudde	-	2900	-
Belthangadi	Yellow (Average)	-	-	-
Bijapur	Achhu	-	-	-
Gulbarga	Other (Average)	-	3000	-
Mahalingapura	Penti (Average)	-	-	-
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	-	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	15-Oct-12	13-Oct-12	Change
Dorala	M-30	3570	3570	Unch
Mawana	M-30	3640	3640	Unch
Modinagar	M-30	3580	3580	Unch
Malakpur	M-30	-	-	-
Simbholi	M-30	3700	3700	Unch
Asamoli	M-30	3680	3680	Unch
Dhanora	M-30	3590	3590	Unch
Dhampur	M-30	-	-	-
Kinnoni	M-31	3850	3850	Unch
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	-	-

UP Government Mills Tender Rates				
Centre	Origin/Grade	15-Oct-12	13-Oct-12	Change
Morna	M-30	3430	3430	Unch
Nanotha	M-30	3420	3420	Unch
Nazibabad	M-30	3420	3420	Unch
Sakoti	M-30	3420	3420	Unch
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	15-Oct-12	13-Oct-12	Change
Baghpat	M-30	3440	3440	Unch
Gajraula	M-30	3420	3420	Unch
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3420	3420	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	13-Oct-12
NIRA BHIMA	S.JK	3448
	M.JK	3483
PRAVARA	M.JK	3531.00-3538.00
DWARKADHISH	S.PP	3450
	S.JB-S1.JB	3480.00-3515.00
AMBEDKAR	S1.PP	3415.00-3420.00
PUSHPA NANDURBAR	S.JB	3500
	M.JB	3560.00 OPEN
KRANTI	M.PP	3560
	M.JB	3585.00 OPEN
KRISHNA	S1.JK	3443
	M.JK-JB	3478.00-3508.00
SAHYADRI	S1.PP-S2.PP	3443.00-3418.00
	M.PP-JB	3485.00-3500.00

SONHIRA	M.JK	3538.00 OPEN
GEORA	S.PP	3418
	S.JB	3443
SANJIVANI	S.PP	3440.00-3445.00
	M.JB	3563
MALEGAON	S.PP	3418
	S.JK	3428
KUKADI	S1.PP	3440
BIDRI	S1.PP	3398
	M.PP	3448

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