

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key spot markets on Friday. Weak demand and continuous decline in International sugar prices pressurize the Indian sugar prices.
- Government is considering the hike in import duty of white sugar from 10% to 20% to curb the inflow of white sugar in domestic market. Also, government is planning to remove the import duty on raw sugar as it will generate the employment in the country for refining the raw sugar.
- Iraq bought 3 lac tons of white sugar as reported.
- Sugar future prices continuously moving downwards over higher sugar quota and downward trend of International sugar prices both raw and white.
- Gur prices are moving range bound with weak tone today in Muzaffar nagar market on Friday.
- Around 96000 bags (40 kg each) of Gur has been stored in Muzaffar nagar cold storage till 1^{5th} 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	-15	3413	3413	3372	3401
Nov-12	-30	3317	3317	3285	3296
Dec-12	-34	3283	3288	3254	3264

Contract	Volume	Change	OI	Change
Oct-12	150	70	1240	-90
Nov-12	16250	4660	36590	1820
Dec-12	3120	570	16190	-330

Spread	Oct-12	Nov-12	Dec-12
Basis	99		
Oct-12		-105	-137
Nov-12			-32

Stocks	Demat 18.10.12	In-Process 18.10.12	Total 18.10.12	FED 15.10.12
Kolhapur M	3209	0	3209	2971
Kolhapur S	1041	0	1041	492
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Dec-12	555.9	557	538	541	-14.3
Mar-13	545	546.5	530.5	532.8	-12.3
May-13	548.9	548.9	537	539.4	-9.2

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-12	-12.5	1163	1164.5	1151.5	1153
Dec-12	-10	1123.5	1124.5	1117.5	1118.5
Jan-13	-10	1127	1140	1127	1132

Contract	Volume	Change	OI	Change
Nov-12	4600	2400	8150	-100
Dec-12	860	130	3950	120
Jan-13	140	130	250	-20

Spread	Nov-12	Dec-12	Jan-12
Basis	137		
Nov-12		-34.5	-21
Dec-12			13.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-13	20.11	20.18	19.67	19.79	-0.32
May-13	20.06	20.1	19.64	19.73	-0.33
Jul-13	19.97	20	19.56	19.64	-0.33

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	429.00	
Raw Sugar C&F (\$/MT)	Black Sea	460.00	
Sugar White FOB (\$/MT)	Santos Port	539.5	

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Dec'12/Mar'13	113	
Mar'13/Mar'13	102.5	
May'13/May'13	107.5	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Dec'12	21.4	
Mar'12	19.55	
May'12	19.26	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		19-Oct-12	18-Oct-12	
Sugar	Delhi - Grade M	3650	3650	Unch
	Delhi - Grade S	3550	3565	-15
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	-	3680	-
	UP- Ramala Grade M	3490	3515	-25
	Mumbai -Grade M	3701	3711	-10
	Mumbai -Grade S	3561	3561	Unch
	Kolhapur - Grade M	3500	3500	Unch
	Kolhapur - Grade S	3400	3400	Unch
	Vijayawada - Grade M	3920	3920	Unch
	Vijayawada- Grade S	3750	3750	Unch
	Nagpur - Grade S	3700	3700	Unch
	Kolkata - Grade M	-	3800	-
	Chennai - Grade S	3450	3400	+50

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

Gur Spot Prices (Rs/Qtl)				
		19-Oct-12	18-Oct-12	
Muzaffar Nagar	New Chaku	3225	3250	-25
	Chaku Sukha (Cold)	2950	2938	+12
	Chaku Gila (Cold)	-	2875	-
	Khurpa	2813	2913	-100
	Laddu	3075	3150	-75
	Rascut	2675	2713	-38
Maharashtra	Lal Variety	3200	3200	Unch
Bangalore	Achhu	3000	3000	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	2800	2800	Unch
Belthangadi	Yellow (Average)	3000	3000	Unch
Bijapur	Achhu	3050	3100	-50
Gulbarga	Other (Average)	2900	2900	Unch
Mahalingapura	Penti (Average)	3190	3230	-30
Mandya	Achhu (Medium)	2850	2850	Unch
	Kurikatu (Medium)	2450	2450	Unch
	Other (Medium)	2450	2450	Unch
	Yellow (Medium)	2750	2750	Unch
Shimoga	Achhu (Average)	3075	3125	-50

UP Private Mills Tender Rates				
Centre	Origin/Grade	19-Oct-12	18-Oct-12	Change
Dorala	M-30	3560	3590	-30
Mawana	M-30	3640	3670	-30
Modinagar	M-30	3500	3550	-50
Malakpur	M-30	3480	3550	-70
Simbholi	M-30	3710	3720	-10
Asamoli	M-30	3630	3680	-50
Dhanora	M-30	3550	3590	-40
Dhampur	M-30	-	-	-
Kinnoni	M-31	3850	3900	-50
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	-	-

UP Government Mills Tender Rates				
Centre	Origin/Grade	19-Oct-12	18-Oct-12	Change
Morna	M-30	3370	3420	-50
Nanotha	M-30	3350	3410	-60
Nazibabad	M-30	3350	3410	-60
Sakoti	M-30	3360	3420	-60
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	19-Oct-12	18-Oct-12	Change
Baghpat	M-30	3370	3430	-60
Gajraula	M-30	3350	3410	-60
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3350	3410	-60

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