

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in future market on Saturday. Weak demand and continuous decline in International sugar prices pressurize the Indian sugar prices.
- Pakistan sugarcane production is pegged at 4.7 million tonnes against 55-57 million metric tonnes during last season.
- 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 tonnes 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	-27	3413	3413	3372	3389
Nov-12	11	3303	3310	3286	3306
Dec-12	12	3257	3286	3257	3276

Contract	Volume	Change	OI	Change
Oct-12	150	0	1240	0
Nov-12	4330	-11920	37120	530
Dec-12	1880	-1240	16480	290

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	538.70	554.50	537.00	547.90	+6.90
Mar-13	530.90	545.30	529.20	540.30	+7.50
May-13	540.00	551.40	536.00	546.40	+7.00

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-12	-7	1150	1162	1143	1160
Dec-12	7	1117	1124	1115	1124
Jan-13	3	1125.50	1125.50	1125.50	1132.50

Contract	Volume	Change	OI	Change
Nov-12	8320	3720	9420	1270
Dec-12	1560	700	4010	60
Jan-13	10	-130	250	0

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	19.92	20.47	19.71	20.23	+0.44
May-13	19.87	20.38	19.64	20.14	+0.41
Jul-13	19.77	20.26	19.55	20.03	+0.39

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
		20-Oct-12	19-Oct-12	
Sugar	Delhi - Grade M	3600	3650	-50
	Delhi - Grade S	3551	3550	+1
	Delhi - Grade L	3630	-	-
	UP- Khatauli Grade M	3650	-	-
	UP- Ramala Grade M	3490	3490	Unch
	Mumbai –Grade M	3696	3701	-5
	Mumbai –Grade S	35510	3561	-10
	Kolhapur – Grade M	3475	3500	-25
	Kolhapur – Grade S	3375	3400	-25
	Vijayawada – Grade M	3920	3920	Unch
	Vijayawada- Grade S	3750	3750	Unch
	Nagpur – Grade S	3650	3700	-50
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	3450	3450	Unch

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

Gur Spot Prices (Rs/Qtl)				
		20-Oct-12	19-Oct-12	
Muzaffar Nagar	Chaku New	3025	3225	-200
	Chaku Sukha (Cold)	2950	2950	Unch
	Chaku Gila	2913	-	-
	Khurpa	2775	2813	-38
	Laddu	3000	3075	-75
	Rascut	2700	2675	+25
Maharashtra	Lal Variety	3200	3200	Unch
Bangalore	Achhu	3200	3000	+200
	Mudde	3400	3100	+300
Belgaum	Mudde	-	2800	-
Belthangadi	Yellow (Average)	-	3000	-
Bijapur	Achhu	-	3050	-
Gulbarga	Other (Average)	2925	2900	+25

Mahalingapura	Penti (Average)	-	3190	-
Mandya	Achhu (Medium)	2850	2850	Unch
	Kurikatu (Medium)	2450	2450	Unch
	Other (Medium)	2550	2450	+100
	Yellow (Medium)	2750	2750	Unch
Shimoga	Achhu (Average)	3125	3075	+50

UP Private Mills Tender Rates				
Centre	Origin/Grade	20-Oct-12	19-Oct-12	Change
Dorala	M-30	3550	3590	-40
Mawana	M-30	3620	3670	-50
Modinagar	M-30	3480	3550	-70
Malakpur	M-30	3460	3550	-90
Simbholi	M-30	3700	3720	-20
Asamoli	M-30	3620	3680	-60
Dhanora	M-30	3540	3590	-50
Dhampur	M-30	-	-	-
Kinnoni	M-31	3840	3900	-60
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	-	-

UP Government Mills Tender Rates				
Centre	Origin/Grade	20-Oct-12	19-Oct-12	Change
Morna	M-30	3370	3420	-50
Nanotha	M-30	3360	3410	-50
Nazibabad	M-30	3360	3410	-50
Sakoti	M-30	3370	3420	-50
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	20-Oct-12	19-Oct-12	Change
Baghpat	M-30	3380	3430	-50
Gajraula	M-30	3350	3410	-60
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3350	3410	-60

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>

