

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key spot markets on Saturday as markets could not find adequate cues to decide the prices either side.
- According to ISMA, there is no need to import raw or white sugar from abroad owing to sugar surplus in the country.
- Government will take decision over hike in raw as well as white sugar import duty after 3 months after looking the cane crushing situation: Sharad Pawar.
- Around 10 sugar mills have started its crushing operations in Maharashtra and till date around 50000 tons of cane has crushed by them as reported.
- Decontrol of sugar industry would boost profits of sugar companies by 50%, according to CRISIL report.
- Brazil mills produced 2.79 million tonnes of sugar in the two weeks ending Oct. 15, compared with 2.20 million tonnes in the second half of September and 1.78 million tonnes a year ago, Unica said.
- Thai raw sugar premium slipped at 30-40 points over ICE raw sugars futures from 60-70 points a week earlier. Also, Thai white sugar premium declined to \$35 per ton from \$40 per ton a week earlier. Increase in sugar production in China for 2012-13 increase the global sugar surplus.
- Gur prices both old and gur declined today due to sluggish demand and new crop arrivals in the market.
- Around 64400 bags (40 kg each) of Gur has been stored in Muzaffar nagar cold storage till 22nd Oct 2012, which are 21700 bags higher compared to same period in last year, stock position. Out of total gur stock position, there are around 4600 bags of Chaku variety gur left in Cold storages for last season. This week around 31600 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
Nov-12	59	3272	3364	3272	3351
Dec-12	32	3249	3299	3248	3285
Jan-13	44	3297	3316	3297	3316

Contract	Volume	Change	OI	Change
Nov-12	9560	-1760	39380	1240
Dec-12	2740	-1640	16510	-30
Jan-13	320	-740	5440	90

Spread	Nov-12	Dec-12	Jan-13
Basis	99		
Nov-12		-66	-35
Dec-12			31

Stocks	Demat	In-Process	Total	FED
	25.10.12	25.10.12	25.10.12	22.10.12
Kolhapur M	238	0	238	1028
Kolhapur S	20	0	20	570
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Dec-12	544	551.5	543.6	545.2	1.4
Mar-13	527.2	532	523.6	524.6	-2.9
May-13	530.1	533.5	525.2	526.8	-2.7

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-12	Unch	1104.5	1107	1095	1101
Dec-12	Unch	1080.5	1087	1080	1082.5
Jan-13	-8.5	1144	1144	1107	1111

Contract	Volume	Change	OI	Change
Nov-12	1720	-12200	8590	110
Dec-12	1390	-2490	4870	120
Jan-13	170	-90	350	50

Spread	Nov-12	Dec-12	Jan-12
Basis	-1		
Nov-12		-18.5	10
Dec-12			28.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-13	19.56	19.65	19.28	19.35	-0.18
May-13	19.43	19.55	19.22	19.29	-0.15
Jul-13	19.38	19.44	19.11	19.18	-0.17

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	414.25	
Raw Sugar C&F (\$/MT)	Black Sea	445.25	
Sugar White FOB (\$/MT)	Santos Port	510.75	

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Dec'12/Mar'13	113.25	
Mar'13/Mar'13	96.5	
May'13/May'13	100.75	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Dec'12	20.18	
Mar'12	17.25	
May'12	16.63	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		27-Oct-12	26-Oct-12	
Sugar	Delhi - Grade M	3640	3620	+20
	Delhi - Grade S	3565	3550	+15
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3620	3620	Unch
	UP- Ramala Grade M	3510	3510	Unch
	Mumbai –Grade M	3676	3676	Unch
	Mumbai –Grade S	3501	3516	-15
	Kolhapur – Grade M	3450	Closed	-
	Kolhapur – Grade S	3350	Closed	-
	Vijayawada – Grade M	3920	3920	Unch
	Vijayawada- Grade S	3750	3750	Unch
	Nagpur – Grade S	3650	3650	Unch
	Kolkata – Grade M	-	3700	-
	Chennai - Grade S	3375	3400	-25

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

Gur Spot Prices (Rs/Qtl)				
		27-Oct-12	26-Oct-12	
Muzaffar Nagar	Chaku New	2750	2900	-150
	Chaku Sukha (Cold)	-	2813	-
	Khurpa	2500	2525	-25
	Laddu	2600	2813	-213
	Rascut	2325	2475	-150
Maharashtra	Lal Variety	-	-	-
Bangalore	Achhu	-	3200	-
	Mudde	-	3400	-
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	-	-	-
Bijapur	Achhu	-	3200	-
Gulbarga	Other (Average)	-	2900	-
Mahalingapura	Penti (Average)	-	-	-

Mandya	Achhu (Medium)	-	2800	-
	Kurikatu (Medium)	-	2400	-
	Other (Medium)	-	2450	-
	Yellow (Medium)	-	2700	-
Shimoga	Achhu (Average)	-	3050	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	27-Oct-12	26-Oct-12	Change
Dorala	M-30	3550	3550	Unch
Mawana	M-30	3620	3620	Unch
Modinagar	M-30	3480	3480	Unch
Malakpur	M-30	3460	3460	Unch
Simbholi	M-30	3700	3700	Unch
Asamoli	M-30	3620	3620	Unch
Dhanora	M-30	3540	3540	Unch
Dhampur	M-30	-	-	-
Kinnoni	M-31	3840	3840	Unch
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	-	-

UP Government Mills Tender Rates				
Centre	Origin/Grade	27-Oct-12	26-Oct-12	Change
Morna	M-30	3370	3370	Unch
Nanotha	M-30	3360	3360	Unch
Nazibabad	M-30	3360	3360	Unch
Sakoti	M-30	3370	3370	Unch
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	27-Oct-12	26-Oct-12	Change
Baghpat	M-30	3380	3380	Unch
Gajraula	M-30	3350	3350	Unch
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3350	3350	Unch

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