

Sugar & Gur Domestic & International Fundamentals

- Sugar prices improved today over good festival demand of sugar in key spot markets.
- Brazilian raw sugar is trading at premium for next crop as reported.
- 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 improved today over good offtake and lower arrivals today.
- 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	41	3350	3397	3345	3383
Dec-12	20	3294	3323	3294	3305
Jan-13	27	3310	3341	3310	3332

Contract	Volume	Change	OI	Change
Nov-12	9960	400	40460	1080
Dec-12	6340	3600	17990	1480
Jan-13	1900	1580	5590	150

Spread	Nov-12	Dec-12	Jan-13
Basis	92		
Nov-12		-78	-51
Dec-12			27

Stocks	Demat	In-Process	Total	FED
	27.10.12	27.10.12	27.10.12	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					
Mar-13					
May-13					

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-12	0.5	1101	1109.5	1100	1102
Dec-12	2	1083	1088	1079.5	1083
Jan-13	-4	1104	1119.5	1103	1113

Contract	Volume	Change	OI	Change
Nov-12	4140	2420	8320	-270
Dec-12	1300	-90	4790	-80
Jan-13	130	-40	400	50

Spread	Nov-12	Dec-12	Jan-12
Basis	63.2		
Nov-12		-19	11
Dec-12			30

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	409.25	-5
Raw Sugar C&F (\$/MT)	Black Sea	440.25	-5
Sugar White FOB (\$/MT)	Santos Port	505.75	-5

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
		29-Oct-12	27-Oct-12	
Sugar	Delhi - Grade M	3640	3640	Unch
	Delhi - Grade S	3610	3565	+45
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3640	3620	+20
	UP- Ramala Grade M	3520	3510	+10
	Mumbai –Grade M	3696	3676	+20
	Mumbai –Grade S	3546	3501	+45
	Kolhapur – Grade M	3475	3450	+25
	Kolhapur – Grade S	3375	3350	+25
	Vijayawada – Grade M	3920	3920	Unch
	Vijayawada- Grade S	3750	3750	Unch
	Nagpur – Grade S	3680	3650	+30
	Kolkata – Grade M	3700	-	-
	Chennai - Grade S	3425	3375	+25

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

Gur Spot Prices (Rs/Qtl)				
		29-Oct-12	27-Oct-12	
Muzaffar Nagar	Chaku New	2913	2750	+163
	Khurpa	2563	2500	+63
	Laddu	2675	2600	+75
	Rascut	2350	2325	+25
Maharashtra	Lal Variety	3000	-	-
Bangalore	Achhu	-	-	-
	Mudde	-	-	-
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	-	-	-
Bijapur	Achhu	-	-	-
Gulbarga	Other (Average)	-	-	-
Mahalingapura	Penti (Average)	-	-	-
Mandya	Achhu (Medium)	-	-	-



	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	-	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	29-Oct-12	27-Oct-12	Change
Dorala	M-30	3550	3550	Unch
Mawana	M-30	3610	3620	-10
Modinagar	M-30	3480	3480	Unch
Malakpur	M-30	3470	3460	10
Simbholi	M-30	3700	3700	Unch
Asamoli	M-30	3640	3620	20
Dhanora	M-30	3570	3540	30
Dhampur	M-30	-	-	-
Kinnoni	M-31	3880	3840	40
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	-	-

UP Government Mills Tender Rates				
Centre	Origin/Grade	29-Oct-12	27-Oct-12	Change
Morna	M-30	-	3370	-
Nanotha	M-30	-	3360	-
Nazibabad	M-30	-	3360	-
Sakoti	M-30	-	3370	-
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	29-Oct-12	27-Oct-12	Change
Baghpat	M-30	-	3380	-
Gajraula	M-30	-	3350	-
BulandShahar	M-30	-	-	-
Anupshahar	M-30	-	3350	-

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	27-Oct-12
DATT SHIROL	S1.PP	3398.00 OPEN
	S2.PP	3388.00 OPEN
JAWAHAR	S2.PP	3355
	M2.PP-M1.PP	3385.00-3423.00
BIDRI	S1.PP	3368
	M.PP	3426
KUMBHI	S1.PP	3400.00-3403.00

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