

Sugar & Gur Domestic & International Fundamentals

- Steady to firm sentiments witnessed in key spot markets on Tuesday. Firm spot demand owing to festival season led the sugar prices higher.
- It is notable India has imported around 3.8 lac tons of sugar in this season till date as reported.
- 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	-7	3385	3394	3352	3380
Dec-12	-6	3314	3320	3288	3306
Jan-13	-7	3342	3342	3313	3330

Contract	Volume	Change	OI	Change
Nov-12	8510	-1450	41550	1090
Dec-12	3470	-2870	19150	1160
Jan-13	1130	-770	5550	-40

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	547.90	547.90	541.80	543.80	-1.4
Mar-13	524.80	524.90	519.90	523.30	-1.3

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-12	7	1105.5	1113.5	1103.5	1111
Dec-12	6	1084.5	1091	1082	1089
Jan-13	4	1113.5	1120	1113.5	1117

Contract	Volume	Change	OI	Change
Nov-12	4970	830	8640	320
Dec-12	1370	70	4970	180
Jan-13	80	-50	430	30

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	19.45	19.49	19.27	19.41	0.06
May-13	19.37	19.41	19.21	19.32	0.03
Jul-13	19.29	19.31	19.09	19.19	0.01

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
		30-Oct-12	29-Oct-12	
Sugar	Delhi - Grade M	3650	3640	10
	Delhi - Grade S	3620	3610	10
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3641	3640	1
	UP- Ramala Grade M	3565	3520	45
	Mumbai –Grade M	3701	3696	5
	Mumbai –Grade S	3526	3546	-20
	Kolhapur – Grade M	3450	3475	-25
	Kolhapur – Grade S	3350	3375	-25
	Vijayawada – Grade M	3920	3920	Unch
	Vijayawada- Grade S	3750	3750	Unch
	Nagpur – Grade S	3780	3680	100
	Kolkata – Grade M	3725	3700	25
	Chennai - Grade S	3725	3700	25

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

Gur Spot Prices (Rs/Qtl)				
		30-Oct-12	29-Oct-12	
Muzaffar Nagar	Chaku New	2975	2913	62
	Khurpa	2713	2563	150
	Laddu	2850	2675	175
	Rascut	2425	2350	75
Maharashtra	Lal Variety	3000	3000	Unch
Bangalore	Achhu	3200	-	-
	Mudde	3400	-	-
Belgaum	Mudde	2620	-	-
Belthangadi	Yellow (Average)	3050	-	-
Bijapur	Achhu	-	-	-
Gulbarga	Other (Average)	-	-	-
Mahalingapura	Penti (Average)	3240	-	-
Mandya	Achhu (Medium)	2800	-	-

	Kurikatu (Medium)	2400	-	-
	Other (Medium)	2400	-	-
	Yellow (Medium)	2700	-	-
Shimoga	Achhu (Average)	3125	-	-

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

UP Government Mills Tender Rates				
Centre	Origin/Grade	30-Oct-12	29-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	30-Oct-12	29-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	29-Oct-12
KOLPEWADI	S.PP	3399
	M.JB	3515
SAMARTH	S1.JK	3500.00-3501.00
	M.JK	3550
AADINATH	S.PP	3375
MAHESGAON	S.PP	3366
	M.PP	3450
MADHA	S.PP	3378.00-3382.00

SOMESHWAR	M.PP	3458
SADASHIV	S.PP	3360
	M.JB	3451
NATURAL	S1.PP	3383
SHREEPUR	S.PP-S1.PP	3340.00-3380.00
	M.PP	3480
AKLUJ	S1.PP	3368.00-3371.00
	M.JK	3418.00-.3420.00
SIDDHANATH	S.PP-S1.PP	3351.00-3371.00
	M.PP	3410
LOKNETE	S.PP	3360
	S.PP	3368.00 OPEN
KUMBHI	S1.PP	3403

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