

Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key spot markets on Thursday.
- China is likely to restrict sugar imports due to large domestic production. It is notable that china has imported around 4.26 million tons of sugar imports in 2011-12.
- Delay in cane crushing in UP and Maharashtra and good amount of sugarcane price hike by UP government likely to improve the sugar prices in domestic markets.
- India is like to import around 1 million tons of sugar keeping in view higher cane prices and shortage of cane availability in states like Maharashtra and Karnataka. In addition to it, global surplus of sugar would pressurize the prices which give an upper hand to the Indian sugar importers.
- 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	3	3389	3405	3380	3394
Dec-12	-13	3317	3325	3303	3307
Jan-13	-22	3330	3339	3312	3316

Contract	Volume	Change	OI	Change
Nov-12	12030	890	40460	110
Dec-12	4530	-810	19020	-200
Jan-13	1480	-420	6390	80

Spread	Nov-12	Dec-12	Jan-13
Basis	81		
Nov-12		-87	-78
Dec-12			9

Stocks	Demat	In-Process	Total	FED
	31.10.12	31.10.12	31.10.12	29.10.12
Kolhapur M	238	0	238	238
Kolhapur S	0	0	0	20
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Dec-12	544.7	547.5	539	541.8	-2.9
Mar-13	526.3	527.8	518.4	522.3	-3.7
May-13	530.9	531.9	522.3	526.5	-3

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-12	4	1114.5	1125	1114.5	1118
Dec-12	-1.5	1088.5	1094	1085	1086
Jan-13	-7	1120	1121	1113	1113

Contract	Volume	Change	OI	Change
Nov-12	4810	-2220	8500	-70
Dec-12	1780	-1650	5860	-10
Jan-13	70	10	460	40

Spread	Nov-12	Dec-12	Jan-12
Basis	98		
Nov-12		-32	-5
Dec-12			27

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-13	19.6	19.66	19.18	19.46	-0.1
May-13	19.5	19.54	19.13	19.4	-0.07
Jul-13	19.35	19.41	19.05	19.31	-0.03

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	413.75	+1.5
Raw Sugar C&F (\$/MT)	Black Sea	443.75	+1.5
Sugar White FOB (\$/MT)	Santos Port	510.25	+0.25

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
		1-Nov-12	31-Oct-12	
Sugar	Delhi - Grade M	3650	3650	Unch
	Delhi - Grade S	3600	3600	Unch
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3625	3640	-15
	UP- Ramala Grade M	3570	3565	+5
	Mumbai –Grade M	3696	3696	Unch
	Mumbai –Grade S	3526	3526	Unch
	Kolhapur – Grade M	3475	3475	Unch
	Kolhapur – Grade S	3375	3375	Unch
	Vijayawada – Grade M	3920	3920	Unch
	Vijayawada- Grade S	3750	3750	Unch
	Nagpur – Grade S	3780	3780	Unch
	Kolkata – Grade M	3700	3725	-25
	Chennai - Grade S	3475	3475	Unch

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

Gur Spot Prices (Rs/Qtl)				
		1-Nov-12	31-Oct-12	
Muzaffar Nagar	Chaku New	3038	3013	+25
	Khurpa	2638	2650	-12
	Laddu	2750	2763	-13
	Rascut	2400	2450	-50
Maharashtra	Lal Variety	2950	3000	-50
Bangalore	Achhu	-	3200	-
	Mudde	-	3400	-
Belgaum	Mudde	-	2700	-
Belthangadi	Yellow (Average)	-	-	-
Bijapur	Achhu	-	-	-
Gulbarga	Other (Average)	-	3000	-
Mahalingapura	Penti (Average)	-	3210	-
Mandya	Achhu (Medium)	-	2800	-

	Kurikatu (Medium)	-	2400	-
	Other (Medium)	-	2500	-
	Yellow (Medium)	-	2700	-
Shimoga	Achhu (Average)	-	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	1-Nov-12	31-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	1-Nov-12	31-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	1-Nov-12	31-Oct-12	Change
Baghpat	M-30	3380	3380	Unch
Gajraula	M-30	3350	3350	Unch
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3350	3350	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	31-Oct-12
SOMESHWAR	N.PP	3442
RENA	S.PP	3394
KILHARI	S.JB	3400
MALINAGAR	S.JK	3368
DAUND AGRO	S.PP	3400
AMBALIKA	S.PP	3400
	M.PP	3470
ASHOK	S.PP	3416.00-3418.00

	M.JB	3551
AADINATH	S.PP	3368
LOKNETE	S.PP-S.JK	3368.00-3378.00
	M.PP	3424.00 OPEN
MADHUKAR	M.PP	3550
	M.JK	3600
GHODGANGA	M.PP	3410
SIDDHANATH	S.JK-S1.PP	3365.00-3370.00
	M.PP	3410
RAYAT	S1.JB	3460.00 OPEN
KAGAL	S1.PP	3380.00 OPEN

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