

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key spot markets on Tuesday
- Government of India gives a major relief to sugar industry by allowing 40% usage of Jute bags to pack the sugar output instead of 100%.
- Thai white sugar premium slip to \$20-30 per ton over LIFFE sugar prices from \$35 last week. Also, Thai raw sugar prices were offered at 50 to 65 points over ICE raw sugar futures March contract down from 75 points a week earlier.
- Pakistan FOB prices were offered at \$560 per ton as reported.
- Indonesia raw sugar imports reached at 2.174 million tons till Aug this year compared to 2.425 million tons in the same period a year earlier.
- Gur prices declined sharply today over good arrivals today.
- Around 26000 bags (40 kg each) of Gur has been stored in Muzaffar nagar cold storage till 5th Oct 2012, which are 6000 bags higher compared to same period in last year, stock position. Out of total gur stock position, there are around 650 bags of Chaku variety gur left in Cold storages for last season. This week around 9000 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 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	-24	3386	3386	3363	3363
Dec-12	-1	3330	3335	3315	3320
Jan-13	-10	3344	3350	3328	3332

Contract	Volume	Change	OI	Change
Nov-12	5380	-9710	38920	-420
Dec-12	7130	-740	24680	2830
Jan-13	1030	-880	7850	230

Spread	Nov-12	Dec-12	Jan-13
Basis	87		
Nov-12		-43	-31
Dec-12			12

Stocks	Demat 05.11.12	In-Process 05.11.12	Total 05.11.12	FED 05.11.12
Kolhapur M	838	850	1688	838
Kolhapur S	100	700	800	100
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Dec-12	538.2	539	535.2	537.6	0.5
Mar-13	522.3	522.5	517.9	518.7	-2.5
May-13	526.6	527.1	523.6	524.7	-2.2

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-12	-13.5	1128	1131.5	1111	1116
Dec-12	-19	1093	1094.5	1072.5	1073
Jan-13	-13	1118	1118	1092.5	1101.5

Contract	Volume	Change	OI	Change
Nov-12	3270	370	6220	-1090
Dec-12	5790	3480	6340	-430
Jan-13	830	660	830	120

Spread	Nov-12	Dec-12	Jan-12
Basis	64		
Nov-12		-43	-14.5
Dec-12			28.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-13	19.49	19.51	19.27	19.33	-0.12
May-13	19.41	19.45	19.24	19.32	-0.08
Jul-13	19.36	19.4	19.2	19.3	-0.05

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	409.50	-2.00
Raw Sugar C&F (\$/MT)	Black Sea	439.50	-2.00
Sugar White FOB (\$/MT)	Santos Port	506.25	-2.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Dec'12/Mar'13	110.75	-2.5
Mar'13/Mar'13	92.25	-4.25
May'13/May'13	98.5	-2.25

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Dec'12	19.69	-0.49
Mar'12	17.48	0.23
May'12	16.86	0.23

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		6-Nov-12	5-Nov-12	
Sugar	Delhi - Grade M	3580	3600	-20
	Delhi - Grade S	3530	3550	-20
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3590	3600	-10
	UP- Ramala Grade M	3510	3540	-30
	Mumbai –Grade M	3651	3691	-40
	Mumbai –Grade S	3492	3502	-10
	Kolhapur – Grade M	3450	3465	-15
	Kolhapur – Grade S	3350	3365	-15
	Vijayawada – Grade M	3920	3920	Unch
	Vijayawada- Grade S	3750	3750	Unch
	Nagpur – Grade S	3780	3780	Unch
	Kolkata – Grade M	-	3700	-
	Chennai - Grade S	3450	3450	Unch

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

Gur Spot Prices (Rs/Qtl)				
		6-Nov-12	5-Nov-12	
Muzaffar Nagar	Chaku New	2950	2825	+125
	Khurpa	2625	2630	+5
	Laddu	2875	2838	+37
	Rascut	2300	2325	-25
Maharashtra	Lal Variety	2950	2950	Unch
Bangalore	Achhu	3200	3200	Unch
	Mudde	3400	3400	Unch
Belgaum	Mudde	2900	2900	Unch
Belthangadi	Yellow (Average)	3300	3050	+250
Bijapur	Achhu	3050	3421	-371
Gulbarga	Other (Average)	3050	3100	-50
Mahalingapura	Penti (Average)	3430	3240	-210

Mandya	Achhu (Medium)	2900	2850	+50
	Kurikatu (Medium)	2500	2450	+50
	Other (Medium)	2600	2550	+50
	Yellow (Medium)	2700	2750	-50
Shimoga	Achhu (Average)	3100	3125	-25

UP Private Mills Tender Rates

Centre	Origin/Grade	6-Nov-12	5-Nov-12	Change
Daurala	M-30	3490	3490	Unch
Mawana	M-30	3570	3570	Unch
Modinagar	M-30	3460	3460	Unch
Malakpur	M-30	3420	3420	Unch
Simbholi	M-30	3640	3640	Unch
Asamoli	M-30	3610	3610	Unch
Dhanora	M-30	3490	3490	Unch
Dhampur	M-30	-	-	-
Kinnoni	M-31	3690	3690	Unch
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	-	-

UP Government Mills Tender Rates

Centre	Origin/Grade	6-Nov-12	5-Nov-12	Change
Nazibabad	M-30	3380	3380	Unch
Sakoti	M-30	3380	3380	Unch
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	6-Nov-12	5-Nov-12	Change
Baghpat	M-30	3400	3400	Unch
Gajraula	M-30	3380	3380	Unch
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3380	3380	Unch

Maharashtra Cooperative Mills Tender Prices

Centre	Origin/Grade	5-Nov-12
SHRIGONDA	S.PP	3350
	S.JB	3371
MADHA	S.PP	3368.00 OPEN
CHOPDA	S.PP	3390.00 OPEN
AMBALIKA	M.PP	3415
	M.JB	3455.00 OPEN
CHANDRABHAGA	S1.PP	3323
BHENDA	S.PP-S1.PP	3360.00-3375.00
	M.PP	3442.00-3452.00

SHREEPUR	S.PP-S1.PP	3353.00-3398.00
	M.PP	3443.00 OPEN
AADINATH	S.PP	3338
AKLUJ	S1.JK	3330.00-3343.00
BHOGAWATI	CANCELLED	0
WARANA	REFINE	3473.00 OPEN
VRIDESHWAR	S1.JK	3390.00 OPEN
VISHWAS	M2.PP	3360.00 OPEN
SADASHIV	S.PP	3350
	M.JB	3351.00-3361.00
REPRO	M.PP	3420
VENKATESH	S.PP	3350
SAMBHAJI	S1.PP	3370.00 OPEN
LOKNETE	S.PP	3338.00-3355.00
	M.PP	3401
KUKADI	S1.PP	3360.00-3365.00
GHODGANGA	S.PP	3370
	M.PP	3380
MAHESGAON	S.PP-S1.PP	3333.00-3380.00
	M.PP	3428

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