

Sugar & Gur Domestic & International Fundamentals

- Steady to firm sentiments recorded in key spot markets on Wednesday. Improved demand of sugar from Maharashtra due to upcoming festivals drive the prices upwards.
- Prices of sugar in Chennai declined owing to dull demand as traders already bought adequate sugar stocks to fulfill the market requirements.
- Government is thinking to abolish levy sugar quota and non-levy sugar quota mechanism. Decision might come within 2-3 months in this regard.
- Rain is expected to occur in the coming week in major Brazilian cane belt Center-South that can halt cane crushing, according to local weather forecaster Somar. It is notable that the entire cane belt region can crush around 4 to 5 million tons of cane in a day.
- 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 9150 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	-7	3375	3375	3360	3363
Dec-12	-5	3326	3331	3310	3314
Jan-13	-12	3338	3344	3322	3324

Contract	Volume	Change	OI	Change
Nov-12	3640	-1740	38930	10
Dec-12	2550	-4580	24780	100
Jan-13	950	-80	8260	410

Spread	Nov-12	Dec-12	Jan-13
Basis	97		
Nov-12		-49	-39
Dec-12			10

Stocks	Demat 06.11.12	In-Process 06.11.12	Total 06.11.12	FED 05.11.12
Kolhapur M	838	1449	2287	838
Kolhapur S	100	700	800	100
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Dec-12	535.9	547.5	535.8	541.4	3.8
Mar-13	517.2	527.7	515.9	523.9	5.2
May-13	522.9	534	522.2	530.9	6.2

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-12	3	1116	1119	1109	1117.5
Dec-12	-4	1076.5	1076.5	1063	1069.5
Jan-13	-5	1098.5	1100.5	1092	1098

Contract	Volume	Change	OI	Change
Nov-12	1050	-2220	6270	50
Dec-12	4440	-1350	6820	480
Jan-13	680	-150	810	-20

Spread	Nov-12	Dec-12	Jan-12
Basis	52.5		
Nov-12		-48	-19.5
Dec-12			28.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-13	19.37	19.77	19.26	19.59	0.26
May-13	19.39	19.76	19.24	19.64	0.32
Jul-13	19.38	19.76	19.21	19.67	0.37

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	415.50	+6.00
Raw Sugar C&F (\$/MT)	Black Sea	445.50	+6.00
Sugar White FOB (\$/MT)	Santos Port	512.00	+5.75

Brazil White Sugar Premium (US\$/MT)

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

Brazil Sugar/ Ethanol Prices (In Cents/lb)

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

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		7-Nov-12	6-Nov-12	
Sugar	Delhi - Grade M	3580	3580	Unch
	Delhi - Grade S	3530	3530	Unch
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3590	3590	Unch
	UP- Ramala Grade M	3510	3510	Unch
	Mumbai –Grade M	3686	3651	+35
	Mumbai –Grade S	3496	3492	+4
	Kolhapur – Grade M	3460	3450	+10
	Kolhapur – Grade S	3350	3350	+10
	Vijayawada – Grade M	3920	3920	Unch
	Vijayawada- Grade S	3750	3750	Unch
	Nagpur – Grade S	3780	3780	Unch
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	3400	3450	-50

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

Gur Spot Prices (Rs/Qtl)				
		7-Nov-12	6-Nov-12	
Muzaffar Nagar	Chaku New	2925	2950	-25
	Khurpa	2625	2625	Unch
	Laddu	2625	2875	-250
	Rascut	2475	2300	+175
Maharashtra	Lal Variety	2950	2950	Unch
Bangalore	Achhu	3200	3200	Unch
	Mudde	3400	3400	Unch
Belgaum	Mudde	2900	2900	Unch
Belthangadi	Yellow (Average)	-	3300	-
Bijapur	Achhu	-	3050	-
Gulbarga	Other (Average)	3000	3050	-50
Mahalingapura	Penti (Average)	3380	3430	-50

Mandya	Achhu (Medium)	2900	2900	Unch
	Kurikatu (Medium)	2500	2500	Unch
	Other (Medium)	2600	2600	Unch
	Yellow (Medium)	2700	2700	Unch
Shimoga	Achhu (Average)	3200	3100	+100

UP Private Mills Tender Rates

Centre	Origin/Grade	7-Nov-12	6-Nov-12	Change
Daurala	M-30	3480	3490	-10
Mawana	M-30	3560	3570	-10
Modinagar	M-30	3430	3460	-30
Malakpur	M-30	3380	3420	-40
Simbholi	M-30	3620	3640	-20
Asamoli	M-30	3590	3610	-20
Dhanora	M-30	3470	3490	-20
Dhampur	M-30	-	-	-
Kinnoni	M-31	3630	3690	-60
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	-	-

UP Government Mills Tender Rates

Centre	Origin/Grade	7-Nov-12	6-Nov-12	Change
Nazibabad	M-30	3340	3380	-40
Sakoti	M-30	3350	3380	-30
Amroha	M-30	--	-	-
Chandpur	M-31	--	-	-

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	7-Nov-12	6-Nov-12	Change
Baghpat	M-30	3360	3400	-40
Gajraula	M-30	3350	3380	-30
BulandShahar	M-30	--	-	-
Anupshahar	M-30	3340	3380	-40

Maharashtra Cooperative Mills Tender Prices

Centre	Origin/Grade	6-Nov-12
TAKLI SIKANDAR	S.PP	3358
AMBEDKAR	S1.PP	3330.00-3338.00
BHAVANI	OLD S.JB	3348
SHRIGONDA	S.JB	3366
RAMESHWAR	S.PP	3358
INDAPUR	S.JB	3338
	M.JB	3385
SANJIVANI	M.PP	3462
MULA	S.JK	3360

	M.JB	3460
PRAVARA	M.JK	3442
DATT SHIROL	S1.PP	3368.00 OPEN
KUMBHI	S1.PP	3348

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