

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key spot markets of sugar on Friday. Continuous import of sugar from Brazil and weak international sugar prices drive the prices downwards.
- ISMA and NFCSF advocates removing levy and non-levy sugar quota mechanism recommended by Rangarajan committee. ISMA and NFCSF organized a press release in Delhi on Thursday to support the recommendations by Rangarajan committee. Managing committee of ISMA and NFCSF strongly advocate the total decontrol of sugar industry and left the sugar industry on the market forces which would decide the price movement. Presently, government always trying to curb any rise in sugar prices by releasing additional or higher sugar quota in the open market which would suffer the industry a lot.
- Around 2 lac tons of sugar import deals has been witnessed yesterday by India from Brazil. However, we couldn't able to know the buyer and the quote of the shipment.
- Brazilian sugar output seems to surpass last year's sugar production as dry weather help mills to crush cane at faster rate. Sugar output reached at 29.34 million tons this year which is higher compared to last year sugar production i.e. 29.31 million tons.
- 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 Nov 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	20	3374	3395	3374	3388
Dec-12	11	3307	3323	3304	3319
Jan-13	7	3332	3337	3323	3332

Contract	Volume	Change	OI	Change
Nov-12	5780	730	37860	-880
Dec-12	5690	-3120	27460	920
Jan-13	810	-370	8450	-30

Spread	Nov-12	Dec-12	Jan-13
Basis	62		
Nov-12		-69	-56
Dec-12			13

Stocks	Demat 08.11.12	In-Process 08.11.12	Total 08.11.12	FED 05.11.12
Kolhapur M	2287	600	2887	838
Kolhapur S	799	0	799	100
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Dec-12	531.9	533.5	525.3	525.9	-5.1
Mar-13	513	515.3	504.3	506.6	-5.5
May-13	521.2	523	512.3	516.3	-3.5

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-12	-22	1120	1120	1097.5	1099.5
Dec-12	-19.5	1078	1080	1060.5	1060.5
Jan-13	-13.5	1102	1105	1093	1093

Contract	Volume	Change	OI	Change
Nov-12	3260	2090	4180	-1960
Dec-12	7180	2460	7900	880
Jan-13	1160	440	1110	240

Spread	Nov-12	Dec-12	Jan-12
Basis	0		
Nov-12		-39	-13.5
Dec-12			25.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-13	19.02	19.08	18.69	18.84	-0.11
May-13	19.13	19.2	18.82	18.96	-0.12
Jul-13	19.21	19.27	18.9	19.03	-0.12

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	404.50	-11.00
Raw Sugar C&F (\$/MT)	Black Sea	434.50	-11.00
Sugar White FOB (\$/MT)	Santos Port	499.00	-13.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Dec'12/Mar'13	110.5	-0.25
Mar'13/Mar'13	91.25	-1
May'13/May'13	98.25	-0.25

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Dec'12	19.5	-0.19
Mar'12	17.45	-0.03
May'12	16.83	-0.03

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		9-Nov-12	8-Nov-12	
Sugar	Delhi - Grade M	3560	3580	Unch
	Delhi - Grade S	-	3560	-
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3570	3575	-5
	UP- Ramala Grade M	3510	3510	Unch
	Mumbai –Grade M	3686	3686	Unch
	Mumbai –Grade S	3486	3501	-15
	Kolhapur – Grade M	3450	3460	-10
	Kolhapur – Grade S	3350	3360	-10
	Vijayawada – Grade M	3920	3920	Unch
	Vijayawada- Grade S	3750	3750	Unch
	Nagpur – Grade S	3780	3780	Unch
	Kolkata – Grade M	3680	3690	-10
	Chennai - Grade S	3400	3400	Unch

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

Gur Spot Prices (Rs/Qtl)

		9-Nov-12	8-Nov-12	
Muzaffar Nagar	Chaku New	2800	2950	-150
	Khurpa	2575	2613	-38
	Laddu	2625	2650	-25
	Rascut	2313	2425	-112
Maharashtra	Lal Variety	3000	2950	+50
Bangalore	Achhu	3200	3200	Unch
	Mudde	3400	3400	Unch
Belgaum	Mudde	2900	2900	Unch
Belthangadi	Yellow (Average)	3300	3300	Unch
Bijapur	Achhu	3430	3220	+210
Gulbarga	Other (Average)	3100	3050	+50
Mahalingapura	Penti (Average)	3380	3410	-30



Mandya	Achhu (Medium)	2900	-	-
	Kurikatu (Medium)	2550	-	-
	Other (Medium)	2650	-	-
	Yellow (Medium)	2700	-	-
Shimoga	Achhu (Average)	3090	3150	-60

UP Private Mills Tender Rates

Centre	Origin/Grade	9-Nov-12	8-Nov-12	Change
Dorala	M-30	3460	3460	Unch
Mawana	M-30	3490	3490	Unch
Modinagar	M-30	3420	3420	Unch
Malakpur	M-30	3370	3370	Unch
Simbholi	M-30	3590	3590	Unch
Asamoli	M-30	3580	3580	Unch
Dhanora	M-30	3530	3530	Unch
Dhampur	M-30	-	-	-
Kinnoni	M-31	3650	3650	Unch
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	-	-

UP Government Mills Tender Rates

Centre	Origin/Grade	9-Nov-12	8-Nov-12	Change
Nazibabad	M-30	3340	3340	Unch
Sakoti	M-30	3350	3350	Unch
Amroha	M-30	-	--	-
Chandpur	M-31	-	--	-

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	9-Nov-12	8-Nov-12	Change
Baghpat	M-30	3360	3360	Unch
Gajraula	M-30	3350	3350	Unch
BulandShahar	M-30	-	--	-
Anupshahar	M-30	3340	3340	Unch

Maharashtra Cooperative Mills Tender Prices

Centre	Origin/Grade	8-Nov-12
KOLPEWADI	S.JK	3345
	M.JB	3457
RAHURI	S1.PP	3390.00 OPEN
MALINAGAR	S.JK	3323
	M.JK	3373.00 OPEN
SAMARTH	S.PP	3350
CHIKODI	S1.PP-S2.PP	3325.00-3315.00
	M.PP	3375
KAGAL	S1.PP-S2.PP	3380.00-3370.00

	M.PP	3510.00 OPEN
RAYAT	S1.JB	3440.00 OPEN

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>

© 2005 Indian Agribusiness Systems Pvt Ltd.