

Sugar & Gur Domestic & International Fundamentals

- Pakistan will produce about 5.3 million metric tons of sugar during the upcoming crushing season of 2012/13 against domestic requirement of around 4.2 million tones.
- There is currently a modest world surplus of 5 million metric tons for October 2012-September 2013, according to the latest International Sugar Organization forecast, while global consumption could top 200 million tons by the end of this decade.
- Wet weather disturbs cane harvest in Brazil as reported.
- Middle East countries are trying to buy sugar from India and Pakistan for nearby shipments. However, recent decline in Thai raw sugar premium gives good competition to India and Pakistan at present. Also, continuous downfall in Brazilian raw sugar prices has been reported owing to increasing sugar exports from Brazil.
- Millers want to remove the control over sugar industry by government to attract new investments and to grow the sugar industry.
- 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.
- 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	-6	3368	3400	3368	3384
Dec-12	-8	3314	3315	3297	3307
Jan-13	-4	3320	3330	3314	3324

Contract	Volume	Change	OI	Change
Nov-12	670	60	37630	-340
Dec-12	7,180	550	28210	540
Jan-13	1,770	1210	9490	820

Spread	Nov-12	Dec-12	Jan-13
Basis	66		
Nov-12		-77	17
Dec-12			14

Stocks	Demat 10.11.12	In-Process 10.11.12	Total 10.11.12	FED 05.11.12
Kolhapur M	2519	920	3439	838
Kolhapur S(old)	799	150	949	100
Kolhapur S(New)	0	450	450	-
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Mar	506.4	512.1	501.6	508.8	2.2
13-May	516	520.4	510.1	516.2	-0.1
13-Aug	517.7	522.9	512.7	519.1	1.7

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-12	8	1093	1102	1093	1102
Dec-12	17	1058	1076	1056	1074
Jan-13	9	1091	1108	1089	1101

Contract	Volume	Change	OI	Change
Nov-12	1,510	-950	1980	-1020
Dec-12	5,550	630	8360	-440
Jan-13	1,100	720	1420	240

Spread	Nov-12	Dec-12	Jan-12
Basis	-44		
Nov-12		-37	1
Dec-12			38

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-13	18.94	19.28	18.66	19.06	0.22
May-13	19.11	19.32	18.79	19.13	0.17
Jul-13	19.17	19.38	18.84	19.16	0.13

Brazil Sugar Quotes (Kingsman US\$/MT)

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

Brazil White Sugar Premium (US\$/MT)

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

Brazil Sugar/ Ethanol Prices (In Cents/lb)

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

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		12-Nov-12	10-Nov-12	
Sugar	Delhi - Grade M	3560	3550	+10
	Delhi - Grade S	-	-	-
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3575	3580	-5
	UP- Ramala Grade M	3510	3510	Unch
	Mumbai –Grade M	3681	3651	+30
	Mumbai –Grade S	3521	3511	+10
	Kolhapur – Grade M	3450	3450	Unch
	Kolhapur – Grade S	3350	3350	Unch
	Vijayawada – Grade M	3920	3920	Unch
	Vijayawada- Grade S	3750	3750	Unch
	Nagpur – Grade S	3650	3680	-
	Kolkata – Grade M	3650	3680	Unch
	Chennai - Grade S	-	3400	-

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

Gur Spot Prices (Rs/Qtl)

		12-Nov-12	10-Nov-12	
Muzaffar Nagar	Chaku New	2725	2625	+100
	Khurpa	2500	2500	Unch
	Laddu	2600	2575	+25
	Rascut	2300	2275	+25
Maharashtra	Lal Variety	2950	3000	-50
Bangalore	Achhu	-	-	-
	Mudde	-	-	-
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	-	-	-
Bijapur	Achhu	-	-	-
Gulbarga	Other (Average)	-	3000	-
Mahalingapura	Penti (Average)	-	-	-

Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	-	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	12-Nov-12	10-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	12-Nov-12	10-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	12-Nov-12	10-Nov-12	Change
Baghpat	M-30	3360	3360	Unch
Gajraula	M-30	3350	3350	Unch
BulandShahar	M-30	-	--	-
Anupshahar	M-30	3340	3340	Unch

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