

Sugar & Gur Domestic & International Fundamentals

- Sugar prices declined sharply owing to weak demand and increasing sugar supply from mills.
- Brazil exported 2.917 million tons of sugar, raw value, in November up from 3.998 million tons in October and up from 2.483 million tons sugar exported last year same period. It is noticeable that Brazil is likely to increase export in the coming months keeping in view higher sugar production compared to last year. In addition to it, Brazil has exported only 18.56 million tons of sugar this year till October which was 19.66 million tons, raw value, last year same period.
- Government has removed unrestricted sugar exports under OGL scheme from October 2012-13 keeping in view lower sugar production this year. Government earlier allowed unrestricted sugar exports for almost five months last marketing year. Millers who are seeking to export sugar will have to get a release order from DGFT.
- India's sugar production reached at 2.33 million tons in the first two months starting from October 1st 2012 marginally down from 2.39 million tons sugar produced by mills last year same period. Delay in sugarcane crushing by UP millers owing to non declaration of cane price by UP government for 2012-13.
- Maharashtra sugar millers had crushed around 48.93 lac tons of cane till 18th Nov 2012 and produced around 4.06 lac tons of sugar with an average recovery of around 8.29 percent. However, in total around 103 mills had started their crushing operations till 18th Nov which was 10 mills less compared to same period last year.
- Gur prices are firm today in Muzaffar nagar market despite of higher arrivals.

Outlook:

Sugar prices likely to continue its downward movement in the coming days keeping in view continuous sugar imports and higher sugar quota for the coming months.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-12	-15	3283	3285	3261	3265
Jan-13	-8	3290	3304	3283	3288
Feb-13	-6	3330	3330	3315	3320

Contract	Volume	Change	OI	Change
Dec-12	7440	3180	19040	-3990
Jan-13	6350	-360	22950	1250
Feb-12	2570	380	8970	160

Spread	Dec-12	Jan-13	Feb-13
Basis	147		
Dec-12		16	43
Jan-13			27

Stocks	Demat	In-Process	Total	FED
	03.12.12	03.12.12	03.12.12	03.12.12
Kolhapur M	13995	0	13995	13995
Kolhapur S(old)	315	0	315	315
Kolhapur S(New)	900	0	900	900
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-13	519	526.6	516.6	523.4	7.3
May-13	526.5	534.2	524.5	530.9	6.8
Aug-13	529.5	536.1	527.5	533.4	6

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-12	8	1069	1078	1065.5	1075.5
Jan-13	14.5	1109.5	1125	1108.5	1122.5
March-13	14.5	1136	1151.5	1136	1150

Contract	Volume	Change	OI	Change
Dec-12	3930	130	4380	-1230
Jan-13	4850	900	5440	570
March-13	1880	360	3050	580

Spread	Dec-12	Jan-13	Mar-13
Basis	-44.5		
Dec-12		41	67
Jan-13			26

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-13	19.45	19.94	19.39	19.75	0.41
May-13	19.48	19.91	19.42	19.74	0.36
Jul-13	19.5	19.89	19.45	19.71	0.3

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	418.00	+5.50
Raw Sugar C&F (\$/MT)	Black Sea	445.00	+5.50
Sugar White FOB (\$/MT)	Santos Port	509.00	+5.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'13/Mar'13	87.99	0.99
May'13/May'13	95.71	1.71
Aug'13/July'13	98.87	2.37

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Dec'12	18.52	-0.49
Mar'12	19.24	0.09
May'12	17.82	-0.09

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		4-Dec-12	3-Dec-12	
Sugar	Delhi - Grade M	3540	3560	-20
	Delhi - Grade S	3510	3530	-20
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3520	3530	-10
	UP- Ramala Grade M	3365	3390	-25
	Mumbai –Grade M	3581	3626	-45
	Mumbai –Grade S	3451	3561	-110
	Kolhapur – Grade M	3400	3425	-25
	Kolhapur – Grade S	3300	3325	-25
	Vijayawada – Grade M	3900	3900	Unch
	Vijayawada- Grade S	3700	3700	Unch
	Nagpur – Grade S	3580	3600	-20
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	3375	3375	Unch

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

Gur Spot Prices (Rs/Qtl)

		4-Dec-12	3-Dec-12	
Muzaffar Nagar	Chaku New	2613	2563	50
	Khurpa	2375	2375	Unch
	Laddu	2525	2563	-38
	Rascut	-	-	-
Maharashtra	Lal Variety	-	-	-
Bangalore	Achhu	3200	3200	Unch
	Mudde	3400	3400	Unch
Belgaum	Mudde	-	2900	-
Belthangadi	Yellow (Average)	3400	3400	Unch
Bijapur	Achhu	3150	3156	-6
Gulbarga	Other (Average)	3050	3000	50
Mahalingapura	Penti (Average)	3050	3050	Unch

Mandya	Achhu (Medium)	2750	2700	50
	Kurikatu (Medium)	2600	2750	-150
	Other (Medium)	2650	2650	Unch
	Yellow (Medium)	2650	2600	50
Shimoga	Achhu (Average)	3425	3425	Unch

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

UP Private Mills Tender Rates

Centre	Origin/Grade	4-Dec-12	3-Dec-12	Change
Dorala	M-30	3460	3510	-50
Mawana	M-30	3470	3520	-50
Modinagar	M-30	3460	3510	-50
Malakpur	M-30	3415	3410	5
Simbholi	M-30	3535	3600	-65
Asamoli	M-30	3530	3555	-25
Dhanora	M-30	3440	3450	-10
Dhampur	M-30	3430	-	-
Kinnoni	M-31	3580	3700	-120
Budhana	M-31	3460	-	-
Thanabhavan	M-31	3460	-	-

UP Government Mills Tender Rates

Centre	Origin/Grade	4-Dec-12	3-Dec-12	Change
Nazibabad	M-30	3250	3290	-40
Sakoti	M-30	3270	3300	-30
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	4-Dec-12	3-Dec-12	Change
Baghpat	M-30	3280	3370	-90
Gajraula	M-30	3250	3350	-100
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3250	3350	-100

Maharashtra Cooperative Mills Tender Prices

Centre	Origin/Grade	3-Dec-12
VRIDESHWAR	S.PP	3265
	M.PP	3365
SHREEPUR	S.PP	3259
	M.PP-M1.PP	3303.00-3349.00
SHARAD	S.PP	3318
	M.PP	3371
BIDRI	S.PP	3308
	M.PP	3358.00 OPEN
SAHYADRI	S2.PP	3280

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.