

Sugar & Gur Domestic & International Fundamentals

- Sugar prices declined sharply owing to weak demand and increasing sugar supply from mills.
- MP millers are willing to pay Rs. 250 per quintal as a cane remuneration price to farmers as reported. However, farmers don't want to supply cane to millers and divert their cane towards kolhus in lieu of fast payment.
- India imported 2.76 lac tons of raw sugar from Brazil in November 2012 as reported.
- Thailand cane harvesting picking up pace and around 2 million tons of sugarcane has crushed by Thai millers till date. As far as sugar production is concerned, Thailand produce 1 lac tons of sugar till 30th November 2012.
- 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.
- Gur prices are steady 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	-11	3259	3276	3255	3259
Jan-13	-4	3290	3296	3275	3285
Feb-13	8	3315	3334	3315	3328

Contract	Volume	Change	OI	Change
Dec-12	14520	7080	13220	-5820
Jan-13	8610	2260	25760	2810
Feb-12	1910	-660	9320	350

Spread	Dec-12	Jan-13	Feb-13
Basis	116		
Dec-12		26	69
Jan-13			43

Stocks	Demat 04.12.12	In-Process 04.12.12	Total 04.12.12	FED 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	526.1	527.6	516.5	518.1	-5.3
May-13	533	534.7	523.2	524.5	-6.4
Aug-13	535.9	537	525.5	527	-6.4

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-12	-5	1072.5	1080	1069.5	1069.5
Jan-13	3.5	1123.5	1138	1123	1126
March-13	5	1150	1164.5	1146	1152.5

Contract	Volume	Change	OI	Change
Dec-12	3270	-660	2990	-1390
Jan-13	6060	1210	5890	450
March-13	2600	720	3850	800

Spread	Dec-12	Jan-13	Mar-13
Basis	-23.5		
Dec-12		56.5	83
Jan-13			26.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-13	19.73	19.9	19.36	19.44	-0.31
May-13	19.66	19.87	19.33	19.42	-0.32
Jul-13	19.79	19.81	19.31	19.38	-0.33

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	419.50	-6.75
Raw Sugar C&F (\$/MT)	Black Sea	446.50	-6.75
Sugar White FOB (\$/MT)	Santos Port	509.50	+1.25

Brazil White Sugar Premium (US\$/MT)

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

Brazil Sugar/ Ethanol Prices (In Cents/lb)

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

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		5-Dec-12	4-Dec-12	
Sugar	Delhi - Grade M	3525	3540	-15
	Delhi - Grade S	3500	3510	-10
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3500	3520	-20
	UP- Ramala Grade M	3320	3365	-45
	Mumbai –Grade M	3516	3581	-65
	Mumbai –Grade S	3426	3451	-25
	Kolhapur – Grade M	3375	3400	-25
	Kolhapur – Grade S	3275	3300	-25
	Vijayawada – Grade M	3900	3900	Unch
	Vijayawada- Grade S	3700	3700	Unch
	Nagpur – Grade S	3550	3580	-30
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	3350	3375	-25

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

Gur Spot Prices (Rs/Qtl)

		5-Dec-12	4-Dec-12	
Muzaffar Nagar	Chaku New	2613	2613	Unch
	Khurpa	2388	2375	13
	Laddu	2550	2525	25
	Rascut	-	-	-
Maharashtra	Lal Variety	-	-	-
Bangalore	Achhu	3200	3200	Unch
	Mudde	3400	3400	Unch
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	3400	3400	Unch
Bijapur	Achhu	-	3150	-
Gulbarga	Other (Average)	3000	3050	-50
Mahalingapura	Penti (Average)	3060	3050	10

Mandya	Achhu (Medium)	-	2750	-
	Kurikatu (Medium)	-	2600	-
	Other (Medium)	-	2650	-
	Yellow (Medium)	-	2650	-
Shimoga	Achhu (Average)	3400	3425	-25

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

UP Private Mills Tender Rates				
Centre	Origin/Grade	5-Dec-12	4-Dec-12	Change
Dorala	M-30	3460	3460	Unch
Mawana	M-30	3470	3470	Unch
Modinagar	M-30	3460	3460	Unch
Malakpur	M-30	3415	3415	Unch
Simbholi	M-30	3535	3535	Unch
Asamoli	M-30	3530	3530	Unch
Dhanora	M-30	3440	3440	Unch
Dhampur	M-30	3430	3430	-
Kinnoni	M-31	3580	3580	Unch
Budhana	M-31	3460	3460	-
Thanabhavan	M-31	3460	3460	-
UP Government Mills Tender Rates				
Centre	Origin/Grade	5-Dec-12	4-Dec-12	Change
Nazibabad	M-30	3235	3250	-15
Sakoti	M-30	3255	3270	-15
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	5-Dec-12	4-Dec-12	Change
Baghpat	M-30	3280	3280	Unch
Gajraula	M-30	3250	3250	Unch
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3250	3250	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	4-Dec-12
MALINAGAR	S.PP	3233
GHODGANGA	M.PP	3290
	M.JB	3325.00 OPEN
MULA	S.JB	3300.00 OPEN
BARAMATI AGRO	S1.PP	3335
	S2.PP	3325
SHARAD	S.PP	3250
	M.PP	3320.00 OPEN
SANT DAMAJI	S.JB	3260

	M.JB	3325
KAGAL	S1.PP-S2.PP	3400.00-3380.00
	M.PP	3470.00 OPEN

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