

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Thursday as markets could not find adequate cues to decide the prices either side.
- Presently, Indian government imposed 10% import duty on both raw as well as white sugar. However, despite of 10% import duty, raw sugar imports are viable at ports located near to Western India like JNPT, Pipavav, Mundra ports etc. Reportedly, Renuka Sugars is pretty much active in sugar trade at present as its sugar unit in Brazil helps it to import raw sugar at lower rate at Indian ports.
- Brazil raw sugar premium is trading at 10 points above New York March contract while Thai raw sugar premium Hipol or high polarization is trading steady at 65 points to New York March contract. It is also notable that Pakistan FOB prices traded at \$530 up by \$10 from prior week for lower 100 ICUSMA grade which is competing from Indian white sugar prices.
- Brazil sugar output for 2012-13 will reach to 37.66 million tons lower by around 1 million tons forecasted in August, according to Agriculture ministry.
- Brazilian mills crushed around 28.52 million tons of cane in the second half of November as reported.
- Gur prices improved today in Muzaffar nagar mandi due to lower arrivals compared to prior day. It is notable that gur prices are likely to hover in a range with weak tone until cane crushing by millers picked up the pace in UP.
- It is notable that availability of cane in Maharashtra is pretty less this year which might affect the gur production. Also, shift of various jaggery producing units from UP to MP likely to downgrade gur production. Long term prospects of gur became bullish after considering above facts.

Outlook:

Sugar prices rebound after the hike in SAP of sugarcane in UP. Prices likely to trade range bound in the coming week.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-12	-59	3330	3330	3201	3201
Jan-13	Unch	3300	3307	3286	3298
Feb-13	-6	3344	3344	3330	3335

Contract	Volume	Change	OI	Change
Dec-12	6650	6380	3900	-6040
Jan-13	7150	3480	30930	-880
Feb-12	1120	200	12070	50

Spread	Dec-12	Jan-13	Feb-13
Basis	149		
Dec-12		97	134
Jan-13			37

Stocks	Demat	In-Process	Total	FED
	12.12.12	12.12.12	12.12.12	10.12.12
Kolhapur M	13727	200	13927	14295
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	509.2	509.3	499.8	500.2	-8
May-13	514.6	515.2	506.6	507.1	-7.2
Aug-13	517.5	518	510	510.6	-6.9

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-12	0.5	1081	1082	1079.5	1081
Jan-13	-2	1132	1138	1130	1134.5
March-13	-1.5	1152	1157	1150.5	1154

Contract	Volume	Change	OI	Change
Dec-12	450	-180	860	-210
Jan-13	3090	290	7010	430
March-13	1110	340	6560	300

Spread	Dec-12	Jan-13	Mar-13
Basis	-21		
Dec-12		53.5	73
Jan-13			19.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-13	18.89	18.91	18.5	18.54	-0.34
May-13	19.05	19.05	18.68	18.71	-0.31
Jul-13	19.13	19.13	18.81	18.84	-0.29

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	410.25	
Raw Sugar C&F (\$/MT)	Black Sea	437.25	
Sugar White FOB (\$/MT)	Santos Port	501.25	

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'13/Mar'13	91	-2.5
May'13/May'13	94	-1.25
Aug'13/July'13	95.5	-0.5

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Dec'12	18.54	0.03
Mar'12	19.98	-0.01
May'12	18.2	0

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		12-Dec-12	13-Dec-12	
Sugar	Delhi - Grade M	3520	3540	+20
	Delhi - Grade S	3500	3480	-20
	Delhi - Grade L	3570	3560	-10
	UP- Khatauli Grade M	-	-	-
	UP- Ramala Grade M	3220	3240	+20
	Mumbai –Grade M	3601	3601	Unch
	Mumbai –Grade S	3382	3382	Unch
	Kolhapur – Grade M	3330	3350	+20
	Kolhapur – Grade S	3230	3250	+20
	Vijayawada – Grade M	3750	3750	Unch
	Vijayawada- Grade S	3630	3630	Unch
	Nagpur – Grade S	3500	3500	Unch
	Kolkata – Grade M	-	3630	-
	Chennai - Grade S	3300	3300	Unch

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

Gur Spot Prices (Rs/Qtl)

		12-Dec-12	13-Dec-12	
Muzaffar Nagar	Chaku New	2563	2650	+87
	Arrivals	1000	7000	+6000
	Khurpa	2450	2463	+13
	Laddu	2613	2613	Unch
	Rascut	-	-	-
MP	Kareli (Narsinghpur)	-	-	-
	Gadarwara (Narsinghpur)	-	-	-
Maharashtra	Lal Variety	-	-	-
	Kolhapur	3500	3500	Unch
Bangalore	Achhu	3200	3200	Unch
	Mudde	3400	3400	Unch
Belgaum	Mudde	3000	3000	Unch

Belthangadi	Yellow (Average)	-	3200	-
Bijapur	Achhu	-	3000	-
Gulbarga	Other (Average)	3125	-	-
Mahalingapura	Penti (Average)	2980	-	-
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	3400	3400	Unch

Gur Prices are in INR/Quintal. (1 Quintal=100 kg), Arrivals in bags (40kg each)

UP Private Mills Tender Rates				
Centre	Origin/Grade	13-Dec-12	12-Dec-12	Change
Dorala	M-30	3455	3480	-25
Mawana	M-30	3475	3490	-15
Modinagar	M-30	3435	3445	-10
Malakpur	M-30	3395	3420	-25
Simbholi	M-30	3535	3540	-5
Asamoli	M-30	3530	3540	-10
Dhanora	M-30	3430	3440	-10
Dhampur	M-30	3400	3430	-30
Kinnoni	M-31	3600	3600	Unch
Budhana	M-31	3600	3600	Unch
Thanabhavan	M-31	3600	3600	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	13-Dec-12	12-Dec-12	Change
Nazibabad	M-30	3110	3150	-40
Sakoti	M-30	-	3200	-
Amroha	M-30	-	-	-
Chandpur	M-31	3350	-	-
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	13-Dec-12	12-Dec-12	Change
Baghpat	M-30	3190	3200	-10
Gajraula	M-30	3130	3170	-40
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3130	3150	-20

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	12-Dec-12
WARANA	S1.PP	3238
	S1.PP	3243.00 OPEN



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