

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key sugar spot markets on Wednesday.
- Sugar exports continuously going on in last 4 years considering surplus production and good export opportunity abroad. However, this year all trade houses are estimating global sugar surplus which might dampen the sugar export from India. In addition to it, lower sugar production this year would not fulfill India's domestic consumption that might shoot up the prices of sugar in domestic markets at later half of the sugar marketing season 2012-13.
- Government is likely to take any decision on sugar exports in January after the assessment of sugarcane crop and estimated sugar output. However, if government again allowed free exports then millers would not found any export parity as globally sugar prices seems not bullish considering surplus and good supply of sugar from Brazil and Thailand.
- Despite of increase in arrivals prices also improved today for Chaku gur in Muzaffar nagar market today.
- 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	-27	3181	3190	3170	3170
Jan-13	-7	3272	3278	3265	3270
Feb-13	-4	3325	3327	3320	3323

Contract	Volume	Change	OI	Change
Dec-12	850	790	1910	-2100
Jan-13	4500	-70	31090	-410
Feb-12	1710	930	14200	820

Spread	Dec-12	Jan-13	Feb-13
Basis	130		
Dec-12		100	153
Jan-13			53

Stocks	Demat 18.12.12	In-Process 18.12.12	Total 18.12.12	FED 17.12.12
Kolhapur M	14672	117	14789	14295
Kolhapur S(old)	315	54	369	315
Kolhapur S(New)	900	0	900	900
Sangli S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-13	512.5	522	511.8	520.8	12.1
May-13	518	527.4	518	526.3	11
Aug-13	523.4	530	522.5	529.7	10.3

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-12	Unch	1076	1076	1071	1075
Jan-13	2.5	1117	1120.5	1114.5	1119.5
March-13	-1	1141.5	1144	1139.5	1142

Contract	Volume	Change	OI	Change
Dec-12	240	220	350	-250
Jan-13	2270	-50	6270	10
March-13	1000	-960	8080	10

Spread	Dec-12	Jan-13	Mar-13
Basis	25		
Dec-12		44.5	67
Jan-13			22.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-13	19.15	19.45	19.14	19.41	0.4
May-13	19.16	19.51	19.16	19.5	0.37
Jul-13	19.25	19.59	19.25	19.58	0.36

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	415.5	-0.25
Raw Sugar C&F (\$/MT)	Black Sea	444.5	-0.25
Sugar White FOB (\$/MT)	Santos Port	506.50	-0.25

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'13/Mar'13	92.75	
May'13/May'13	96.25	
Aug'13/July'13	97.5	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Dec'12	18.33	
Mar'12	19.81	
May'12	18.03	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		19-Dec-12	18-Dec-12	
Sugar	Delhi - Grade M	3480	3500	-20
	Delhi - Grade S	3400	3440	-40
	Delhi - Grade L	3500	3520	-20
	UP- Khatauli Grade M	-	-	-
	UP- Ramala Grade M	3205	3205	Unch
	Mumbai –Grade M	3536	3536	Unch
	Mumbai –Grade S	3362	3376	-14
	Kolhapur – Grade M	3300	3300	Unch
	Kolhapur – Grade S	3200	3200	Unch
	Vijayawada – Grade M	3700	3700	Unch
	Vijayawada- Grade S	3580	3580	Unch
	Nagpur – Grade S	3500	3500	Unch
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	3250	3250	Unch

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

Gur Spot Prices (Rs/Qtl)

		19-Dec-12	18-Dec-12	
Muzaffar Nagar	Chaku New	2750	2600	150
	Arrivals	10000	6000	4000
	Khurpa	2500	2538	-38
	Laddu	2575	2600	-25
	Rascut	-	-	-
MP	Kareli (Narsinghpur)			
	Gadarwara (Narsinghpur)			
Maharashtra	Lal Variety	2800	2800	Unch
	Kolhapur	3300	3600	-300
Bangalore	Achhu	3200	3200	Unch
	Mudde	3400	3400	Unch
Belgaum	Mudde	3000	-	-

Belthangadi	Yellow (Average)	3200	3200	Unch
Bijapur	Achhu	-	2950	-
Gulbarga	Other (Average)	3000	3000	Unch
Mahalingapura	Penti (Average)	2940	3000	-60
Mandya	Achhu (Medium)	-	2700	-
	Kurikatu (Medium)	-	2500	-
	Other (Medium)	-	2450	-
	Yellow (Medium)	-	2600	-
Shimoga	Achhu (Average)	3440	3440	Unch

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

UP Private Mills Tender Rates				
Centre	Origin/Grade	19-Dec-12	18-Dec-12	Change
Dorala	M-30	3440	3440	Unch
Mawana	M-30	3460	3460	Unch
Modinagar	M-30	3385	3385	Unch
Malakpur	M-30	3355	3355	Unch
Simbholi	M-30	3520	3520	Unch
Asamoli	M-30	3510	3510	Unch
Dhanora	M-30	3390	3390	Unch
Dhampur	M-30	3380	3380	Unch
Kinnoni	M-31	3595	3595	Unch
Budhana	M-31	3495	3495	Unch
Thanabhavan	M-31	3495	3495	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	19-Dec-12	18-Dec-12	Change
Nazibabad	M-30	3095	3095	Unch
Sakoti	M-30	-	-	-
Amroha	M-30	-	-	-
Chandpur	M-31	3350	3350	Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	19-Dec-12	18-Dec-12	Change
Baghpat	M-30	3215	3215	Unch
Gajraula	M-30	3115	3115	Unch
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3100	3100	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	18-Dec-12
SIDDHANATH	S.PP-S1.PP	3151.00-3200.00
	M.PP	3251
BHOGAWATI	S1.PP	3278
	M.PP	3378

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