

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key sugar spot markets on Wednesday.
- Czarnikow hikes its global sugar surplus prediction to 7.8 million tons from previous forecast of 7.1 million tons for 2012-13 owing to lower rate of sugar consumption growth.
- Indian indicative raw sugar CIF prices from Brazil quoted at \$518.75 per ton (including 10% import duty) and Indian domestic refined sugar prices quoted at \$613.75 per ton Kolhapur. It is notable that millers are now find import more profitable.
- Thai sugar premium stood at 75 points over New York's ICE sugar futures but likely to slip in the coming week owing to improved supply and tough competition from Brazil.
- Thailand likely to miss expected sugar production forecast of 9.4 million tons owing to lower yields from cane. Now, trade houses are estimating 9.0 to 9.2 million tons sugar production estimate for 2012-13.
- Presently, government is not in a mood to hike import duty on both raw as well as white sugar, as per the news sources. This news might depress the sugar prices further in spot as well in future market.
- Gur prices improved today despite of increase in gur arrivals in Muzaffar nagar market.
- Around 281000 bags of gur stored in Cold storages in Muzaffar nagar region which are 11000 bags higher compared to last year. Out of total gur stock, 110000 bags of chaku gur, 48000 bags of Rascut and 94000 bags of Papdi stored in Cold storages as reported.
- Meanwhile, prices of gur should remain range bound in the coming week. However, we are expecting a sharp hike in gur prices after Makar Sakranti due to expected demand. Also, lower cane production in Maharashtra kept the gur production at lower side this year.

Outlook:

Sugar prices are moving down like anything. After government intention not to hike import duty on both raw and white, prices are likely to follow the bearish trend in the coming days.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-13	2	3203	3219	3202	3212
Feb-13	-2	3257	3267	3252	3258
Mar-13	1	3290	3297	3285	3293

Contract	Volume	Change	OI	Change
Jan-13	3040	-2220	11450	-890
Feb-13	10730	3440	32370	2580
Mar-13	1470	390	7980	-130

Spread	Jan-13	Feb-13	Mar-13
Basis	18		
Jan-13		46	81
Feb-13			35

Stocks	Demat	In-Process	Total	FED
	08.01.13	08.01.13	08.01.13	07.01.13
Kolhapur M(old)	2935	2049	4984	2935
Kolhapur S(New)	867	0	867	867
Sangli S	0	1582	1582	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Mar	512.5	512.7	505.2	505.8	-5
13-May	519	519	512.4	513	-4.4
13-Jul	522.9	523.4	517.3	518	-3.2

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-13	-2.5	1082.5	1082.5	1078	1078
March-13	1	1096	1101.5	1096	1098
July-13	2	1264	1264	1233	1234.5

Contract	Volume	Change	OI	Change
Jan-13	660	90	1120	-400
March-13	4210	70	9600	-360
July-13	470	170	950	40

Spread	Jan-13	Mar-13	July-13
Basis	-28		
Jan-13		20	156.5
Feb-13			136.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Mar	18.98	19.02	18.61	18.67	-0.19
13-May	19.15	19.23	18.89	18.94	-0.14
13-Aug	19.38	19.45	19.17	19.22	-0.09

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	401.5	-4.25
Raw Sugar C&F (\$/MT)	Black Sea	430.5	-4.25
Sugar White FOB (\$/MT)	Santos Port	482.5	-3.50

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'13/Mar'13	93.5	
May'13/May'13	96	
Aug'13/July'13	96.5	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Dec'12	18.93	
Mar'12	18.19	
May'12	20.24	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		09-Jan-13	08-Jan-13	
Sugar	Delhi - Grade M	3400	3400	Unch
	Delhi - Grade S	3375	3350	25
	Delhi - Grade L	3425	3425	Unch
	UP- Khatauli Grade M	3400	3400	Unch
	UP- Ramala Grade M (New)	3280	3280	Unch
	Mumbai –Grade M	3451	3451	Unch
	Mumbai –Grade S	3302	3302	Unch
	Kolhapur – Grade M	3230	3250	-20
	Kolhapur – Grade S	3130	3150	-20
	Vijayawada – Grade M	3620	3620	Unch
	Vijayawada- Grade S	3520	3520	Unch
	Nagpur – Grade S	3450	3450	Unch
	Kolkata – Grade M	-	-	-
	Chennai - Grade S	3100	3100	Unch

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

Gur Spot Prices (Rs/Qtl)				
		09-Jan-13	08-Jan-13	
Muzaffar Nagar	Chaku New	2625	2538	87
	Arrival(Chaku New)	9000	2500	6500
	Khurpa	2525	2550	-25
	Laddu	2750	2700	50
	Rascut	-	-	-
Maharashtra	Lal Variety	2800	2800	Unch
Maharashtra	Kolhapur	3400	3500	-100
Bangalore	Achhu	3500	3500	Unch
	Mudde	3600	3600	Unch
Belgaum	Mudde	3000	-	-
Belthangadi	Yellow (Average)	3200	-	-
Bijapur	Achhu	-	3000	-

Gulbarga	Other (Average)	3020	3050	-30
Mahalingapura	Penti (Average)	3150	3150	Unch
Mandya	Achhu (Medium)	-	2700	-
	Kurikatu (Medium)	-	2450	-
	Other (Medium)	-	2500	-
	Yellow (Medium)	-	2700	-
Shimoga	Achhu (Average)	3075	3100	-25

UP Private Mills Tender Rates

Centre	Origin/Grade	09-Jan-13	08-Jan-13	Change
Dorala	M-30	3320	3320	Unch
Mawana	M-30	3335	3335	Unch
Modinagar	M-30	3310	3310	Unch
Malakpur	M-30	3290	3290	Unch
Simbholi	M-30	3400	3400	Unch
Asamoli	M-30	3390	3390	Unch
Dhanora	M-30	3280	3280	Unch
Dhampur	M-30	3280	3280	Unch
Kinnoni	M-31	3435	3435	Unch
Budhana	M-31	3320	3320	Unch
Thanabhavan	M-31	3310	3310	Unch

UP Government Mills Tender Rates

Centre	Origin/Grade	09-Jan-13	08-Jan-13	Change
Nazibabad	M-30	3200	3200	Unch
Sakoti	M-30	3250	3250	Unch
Amroha	M-30	3250	3250	Unch
Chandpur	M-31	3245	3245	Unch

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	09-Jan-13	08-Jan-13	Change
Baghpat	M-30	3230	3230	Unch
Gajraula	M-30	3220	3220	Unch
BulandShahar	M-30	3260	3260	Unch
Anupshahar	M-30	3200	3200	Unch

Maharashtra Cooperative Mills Tender Prices

Centre	Origin/Grade	8-Jan-13
AMBALIKA	S.PP	3115.00 OPEN
ASHOK	S.PP	3146
	M.PP	3227
SANJIVANI	S.JB	3207
	M.JB	3315
MULA	S1.PP	3212.00-3215.00
	M.JB	3300
AADINATH	S.PP	3103
SHRIRAM PHALTAN	S.PP	3123
	S1.PP	3133

RAHURI	S.PP	3145.00-3160.00
	S1.PP	3190
GEORAI	OLD S.PP	3173
	S1.PP	3148
BHAWANI	S.PP	3138
	L.JB	3273
MALINAGAR	S.JK	3105
KOLPEWADI	S.JB	3209.00-3211.00
	M.JB	3333.00-3335.00
SAGAR	S.PP	3125
SAMARTH	S.PP	3115
	S1.JK	3180
ANURAG	S.JB	3155
VIGHNHAR	S.JK	3158
	M.JB	3258
HUTATMA	S1.PP	3130.00 OPEN
D.Y. PATIL	S.PP	3123
	M.PP	3238.00 OPEN
KUMBHI	S1.PP	3150
	M.PP	3254
AJINKETARA	S.PP	3278
	S1.PP	3180

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