

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Wednesday as markets could not find adequate cues to decide the prices either side.
- Brazil Center South sugar production ends at 34.1 million tons in 2012-13.
- Sugar prices again follow bear run as no bullish news hit the domestic market at present. In addition to it, increasing sugar imports from Brazil and increasing sugar crushing figures Y-o-Y support the bearish sentiments.
- Recent, government relaxed its norms to convert unsold sugar into levy sugar in the given period of release from December to March.
- Sugarcane output likely to increase to 585 million tons from 532.5 million tons in Center South region of Brazil, according to Raizen.
- Market participants increase their net short positions in LIFFE by 5840 lots to 8762 lots as on 22nd Jan, as per Exchange COT data.
- Gur prices declined today despite of decrease in arrivals.
- Good demand of UP gur has been witnessed from Haryana, Punjab and Rajasthan confirmed by lower pace of gur stored in the cold storages compared to last couple of weeks.
- Around 313000 bags of gur stored in Cold storages in Muzaffar nagar region which are 4000 bags higher compared to last year. Out of total gur stock, 129000 bags of chaku gur, 55000 bags of Rascut and 99000 bags of Papdi stored in Cold storages as reported.

Outlook:

Despite of extension of releasing sugar quota in the open market, sugar prices again started declining owing to consistent sugar imports from Brazil which bound our sugar prices estimate bearish for the coming weeks.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Feb-13	-15	3209	3209	3181	3181
Mar-13	-12	3240	3242	3226	3226
Apr-13	-6	3290	3294	3282	3282

Contract	Volume	Change	OI	Change
Feb-13	4120	-580	38120	-2540
Mar-13	930	-1850	14950	230
Apr-13	230	-660	5870	-10

Spread	Feb-13	Mar-13	Apr-13
Basis	59		
Feb-13		45	101
Mar-13			56

Stocks	Demat	In-Process	Total	FED
	29.01.13	29.01.13	29.01.13	28.01.13
Kolhapur M(New)	8401	1999	10400	8401
Kolhapur S(New)	577	700	1277	577
Sangli S	1334	0	1334	1334

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Mar	494.3	495.6	485.6	487.8	-6.6
13-May	506.4	506.4	497.8	499.4	-6.4
13-Jul	512.1	512.1	503.8	505.5	-6.5

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
March-13	9	1113	1120	1109.5	1119.5
July-13	8	1256	1263.5	1254.5	1263
Sept-13	12	1294.5	1305	1294	1305

Contract	Volume	Change	OI	Change
March-13	5270	1650	8660	620
July-13	1640	230	2280	190
Sept-13	80	30	310	10

Spread	Mar-13	July-13	Sept-13
Basis	-59.5		
Mar-13		143.5	185.5
July-13			42

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Mar	18.75	18.78	18.31	18.38	-0.35
13-May	18.72	18.77	18.34	18.44	-0.28
13-Aug	19.02	19.06	18.65	18.77	-0.27

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	409.00	
Raw Sugar C&F (\$/MT)	Black Sea	439.00	
Sugar White FOB (\$/MT)	Santos Port	487.00	

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'13/Mar'13	91.00	
May'13/May'13	94.00	
Aug'13/July'13	92.25	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Dec'12	19.07	
Mar'12	20.02	
May'12	18.54	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		30-Jan-13	29-Jan-13	
Sugar	Delhi - Grade M	3380	3400	-20
	Delhi - Grade S	3340	3350	-10
	Delhi - Grade L	3410	3420	-10
	UP- Khatauli Grade M	3400	3400	Unch
	UP- Ramala Grade M	3300	3300	Unch
	Mumbai –Grade M	3441	3441	Unch
	Mumbai –Grade S	3292	3271	21
	Kolhapur – Grade M	3240	3225	15
	Kolhapur – Grade S	3140	3125	15
	Vijayawada – Grade M	3570	3590	-20
	Vijayawada- Grade S	3470	3490	-20
	Nagpur – Grade S	3400	3400	Unch
	Kolkata – Grade M	-	-	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3150	3150	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3145	3145	Unch
	Chennai - Grade S	3100	3100	Unch

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

Gur Spot Prices (Rs/Qtl)

		30-Jan-13	29-Jan-13	
Muzaffar Nagar	Chaku New	2650	2863	-213
	Arrival(Chaku New)	5000	6000	-1000
	Khurpa	2613	2625	-12
	Laddu	2788	2775	13
	Rascut	-	-	-
Maharashtra	Lal Variety	2800	2800	Unch
Maharashtra	Kolhapur	3200	3500	-300
Bangalore	Achhu	3500	3500	Unch
	Mudde	3600	3600	Unch
Belgaum	Mudde	-	-	-

Belthangadi	Yellow (Average)	3200	3200	Unch
Bijapur	Achhu	-	3000	-
Gulbarga	Other (Average)	2800	-	-
Mahalingapura	Penti (Average)	2860	2940	-80
Mandya	Achhu (Medium)	-	2550	-
	Kurikatu (Medium)	-	2300	-
	Other (Medium)	-	2350	-
	Yellow (Medium)	-	2550	-
Shimoga	Achhu (Average)	3000	3050	-50

UP Private Mills Tender Rates				
Centre	Origin/Grade	30-Jan-13	29-Jan-13	Change
Dorala	M-30	3310	3310	Unch
Mawana	M-30	3345	3345	Unch
Modinagar	M-30	3285	3285	Unch
Malakpur	M-30	3270	3270	Unch
Simbholi	M-30	3400	3400	Unch
Asamoli	M-30	3360	3360	Unch
Dhanora	M-30	3280	3280	Unch
Dhampur	M-30	3280	3280	Unch
Kinnoni	M-31	3410	3410	Unch
Budhana	M-31	3310	3310	Unch
Thanabhavan	M-31	3305	3305	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	30-Jan-13	29-Jan-13	Change
Nazibabad	M-30	3185	3185	Unch
Sakoti	M-30	3230	3230	Unch
Amroha	M-30	3270	3270	Unch
Chandpur	M-31	3260	3260	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	30-Jan-13	29-Jan-13	Change
Baghpat	M-30	3240	3240	Unch
Gajraula	M-30	3200	3200	Unch
BulandShahar	M-30	3265	3265	Unch
Anupshahar	M-30	3190	3190	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	29-Jan-13
SANJIVANI	S.JB	3195
	M.JB	3330
PRAVARA	S.PP-S1.PP	3115.00-3200.00
	M.JK	3285.00-3300.00
KRISHNA	S1.JK-S2.JK	3123.00-3105.00
	M.JB	3200.00 OPEN
D.Y. PATIL	S.PP	3123.00 OPEN
	M.PP	3200.00 OPEN

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