

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key sugar spot markets on Monday.
- India produced 13.63 million tons of sugar during Oct-Jan 2012-13 period up by 2 percent Y-o-Y. Out of total sugar production, Maharashtra and UP sugar mills contributes around 4.7 million tons and 3.58 million tons respectively.
- Karnataka sugar mills produce 2.39 million tons of sugar after crushing 23.33 million tons of cane with an average recovery of 10.26% till 2nd February 2013 starting from Oct 2012.
- World top sugar refiner, Al Khaleej Sugar co. stopped its sugar processing unit based in Dubai. Weak refined sugar demand internationally and sugar stocks piling up at silos urge them to stop refining operations of raw sugar. It is notable that Al Khaleej sugar refinery has 6000 TCD capacity per day.
- Gur prices declined today compared to prior day as reported. .
- Lack of arrivals and weak numbers for gur stored in Cold storages and expected lower gur production in Maharashtra due to lower cane crop this season turned the market bullish in gur as reported.
- 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.

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	-26	3109	3162	3063	3069
Mar-13	-26	3135	3153	3112	3122
Apr-13	-22	3193	3195	3175	3184

Contract	Volume	Change	OI	Change
Feb-13	9600	2460	27730	-3190
Mar-13	9340	2010	21920	2640
Apr-13	4360	780	10910	1940

Spread	Feb-13	Mar-13	Apr-13
Basis	131		
Feb-13		53	115
Mar-13			62

Stocks	Demat	In-Process	Total	FED
	02.02.13	02.02.13	02.02.13	28.01.13
Kolhapur M(New)	12349	600	12949	8401
Kolhapur S(New)	577	1900	2477	577
Sangli S	1334	0	1334	1334

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Mar	499.5	503.1	498.1	502.5	3.1
13-May	509.2	512.1	508.1	511.6	2.4
13-Aug	514.1	516.2	512.6	515.7	1.7

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
March-13	-2	1110	1114	1108	1108
July-13	-2	1259	1261.5	1256.5	1259
Sept-13	3.5	1276.5	1295	1276.5	1295

Contract	Volume	Change	OI	Change
March-13	1970	-2320	8490	150
July-13	710	-240	2700	150
Sept-13	30	0	330	0

Spread	Mar-13	July-13	Sept-13
Basis	-54		
Mar-13		151	187
July-13			36

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Mar	18.85	19.02	18.69	18.89	0.11
13-May	18.9	19.02	18.75	18.93	0.09
13-Jul	19.1	19.27	19.04	19.21	0.07

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	416.50	+3.25
Raw Sugar C&F (\$/MT)	Black Sea	449.00	+3.25
Sugar White FOB (\$/MT)	Santos Port	495.50	+3.00

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
		04-Feb-13	02-Feb-13	
Sugar	Delhi - Grade M	3380	3390	-10
	Delhi - Grade S	3360	3340	+20
	Delhi - Grade L	-	3420	-
	UP- Khatauli Grade M	3400	3400	Unch
	UP- Ramala Grade M	3340	3350	-10
	Mumbai –Grade M	3311-3421	3436	-15
	Mumbai –Grade S	3236-3276	3271	+5
	Kolhapur – Grade M	3200	3200	Unch
	Kolhapur – Grade S	3100	3100	Unch
	Vijayawada – Grade M	3570	3570	Unch
	Vijayawada- Grade S	3470	3470	Unch
	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	3050	3075	-25

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

Gur Spot Prices (Rs/Qtl)

		04-Feb-13	02-Feb-13	
Muzaffar Nagar	Chaku New	2638	2675	-37
	Arrival(Chaku New)	1000	9000	-8000
	Khurpa	2600	2625	-25
	Laddu	2750	2788	-38
	Rascut	-	-	-
Maharashtra	Lal Variety	2800	-	-
Maharashtra	Kolhapur	3200	3200	Unch
Bangalore	Achhu	3000	3000	Unch
	Mudde	3300	3300	Unch
Belgaum	Mudde	3100	3100	Unch

Belthangadi	Yellow (Average)	-	3200	-
Bijapur	Achhu	-	2820	-
Gulbarga	Other (Average)	2900	-	-
Mahalingapura	Penti (Average)	-	-	-
Mandya	Achhu (Medium)	2450	-	-
	Kurikatu (Medium)	2300	-	-
	Other (Medium)	2400	-	-
	Yellow (Medium)	2400	-	-
Shimoga	Achhu (Average)	-	3000	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	4-Feb-13	3-Feb-13	Change
Dorala	M-30	3290	3310	-20
Mawana	M-30	3320	3345	-25
Modinagar	M-30	3265	3285	-20
Malakpur	M-30	3250	3270	-20
Simbholi	M-30	3380	3400	-20
Asamoli	M-30	3335	3360	-25
Dhanora	M-30	3275	3280	-5
Dhampur	M-30	3255	3280	-25
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	4-Feb-13	3-Feb-13	Change
Nazibabad	M-30	3200	3200	Unch
Sakoti	M-30	3200	3190	10
Amroha	M-30	3190	3185	5
Chandpur	M-31	3230	3230	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	4-Feb-13	3-Feb-13	Change
Baghpat	M-30	3210	3240	-30
Gajraula	M-30	3185	3200	-15
BulandShahar	M-30	3260	3265	-5
Anupshahar	M-30	3180	3190	-10

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	02-Feb-13
KUMBHI	S1.PP	3148.00 OPEN

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