

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Friday as markets could not find adequate cues to decide the prices either side.
- Russia raw sugar imports fell to 520300 tons in 2012 from 2.33 million tons imported in 2011 (Jan- Dec period). Major reason for decline in raw sugar import by Russia is good production figures of sugar beet.
- Government has estimate sugarcane production to 334.54 million tons for 2012-13 in its second advance estimate.
- Thailand produced 5.06 million tons of sugar, raw value, till 5th February down from 5.107 million tons sugar produced last year same period. It is notable that daily around 90000 tons of sugar produced by mills in Thailand.
- Global sugar output could slide in 2013-14 keeping in view drastic crash in sugar prices which could hamper the incentives to farmers from cane. It is notable that sugar prices are hovering near to cost of production level in the most of sugar exporting countries as reported.
- Gur prices might get some downward correction in the coming days as gur manufacturers are not able to supply gur in the market owing to continuous rainfall in the region and good amount of arrivals would hit the market in the coming days which might take the prices downward for the short term.
- 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.

Outlook:

Sugar prices are catching volatility presently and expected downfall in the prices occurred in the last 6-7 days. Now, government would play a vital role here as food ministry is seeking approval of decontrol of sugar sector from cabinet, if it approves it then sugar prices should rebound from present level.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Feb-13	-15	3010	3020	2981	3020
Mar-13	-32	3061	3064	3025	3039
Apr-13	-40	3112	3113	3066	3079

Contract	Volume	Change	OI	Change
Feb-13	2820	1340	18120	-1920
Mar-13	15580	-1960	30510	2240
Apr-13	12260	3220	18410	3020

Spread	Feb-13	Mar-13	Apr-13
Basis	180		
Feb-13		19	59
Mar-13			40

Stocks	Demat	In-Process	Total	FED
	07.02.13	07.02.13	07.02.13	04.02.13
Kolhapur M(New)	14397	2499	16896	8402
Kolhapur S(New)	2725	200	2925	577
Sangli S	1334	0	1334	1334

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Mar	493	495.5	489.8	490.4	-2.3
13-May	496.2	498.5	496	496.9	0.3
13-Aug	500.5	502.4	499.3	500.9	0.3

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
March-13	-6.5	1102	1102	1092.5	1096.5
July-13	-8	1250.5	1251	1241	1245.5
Sept-13	-2.5	1290	1290	1285.5	1289

Contract	Volume	Change	OI	Change
March-13	6740	1950	7230	-1350
July-13	1940	450	3260	330
Sept-13	80	50	350	-30

Spread	Mar-13	July-13	Sept-13
Basis	-36.5		
Mar-13		149	192.5
July-13			43.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Mar	18.22	18.32	18.12	18.16	-0.03
13-May	18.24	18.31	18.15	18.2	-0.02
13-Jul	18.5	18.55	18.38	18.46	-0.03

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	400.25	-1.25
Raw Sugar C&F (\$/MT)	Black Sea	432.25	-1.75
Sugar White FOB (\$/MT)	Santos Port	479.25	-1.25

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Mar'13/Mar'13	86.00	
May'13/May'13	94.25	
Aug'13/July'13	92.25	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	19.38	
Brazil Anhydrous	21.26	
Brazil Hydrous	19.42	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		08-Feb-13	07-Feb-13	
Sugar	Delhi - Grade M	3375	3370	5
	Delhi - Grade S	3320	3325	-5
	Delhi - Grade L	3380	3390	-10
	UP- Khatauli Grade M	3350	3400	-50
	UP- Ramala Grade M	3320	3320	Unch
	Mumbai –Grade M	3411	3411	Unch
	Mumbai –Grade S	3243	3243	Unch
	Kolhapur – Grade M	3200	3175	25
	Kolhapur – Grade S	3100	3075	25
	Vijayawada – Grade M	3550	3550	Unch
	Vijayawada- Grade S	3450	3450	Unch
	Nagpur – Grade S	3350	3350	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	3040	3050	-10

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

Gur Spot Prices (Rs/Qtl)

		08-Feb-13	07-Feb-13	
Muzaffar Nagar	Chaku New	2650	-	-
	Arrival(Chaku New)	1000	-	-
	Khurpa	2575	-	-
	Laddu	2650	-	-
	Rascut	2325	-	-
Maharashtra	Lal Variety	2800	2800	Unch
Maharashtra	Kolhapur	3200	3100	100
Bangalore	Achhu	3000	3000	Unch
	Mudde	33000	3300	29700
Belgaum	Mudde	3000	3000	Unch

Belthangadi	Yellow (Average)	3300	3300	Unch
Bijapur	Achhu	2775	2760	15
Gulbarga	Other (Average)	3000	2950	50
Mahalingapura	Penti (Average)	2990	2990	Unch
Mandya	Achhu (Medium)	-	2450	-
	Kurikatu (Medium)	-	2300	-
	Other (Medium)	-	2400	-
	Yellow (Medium)	-	2450	-
Shimoga	Achhu (Average)	2850	2900	-50

UP Private Mills Tender Rates				
Centre	Origin/Grade	08-Feb-13	07-Feb-13	Change
Dorala	M-30	3265	3280	-15
Mawana	M-30	3300	3310	-10
Modinagar	M-30	3260	3255	5
Malakpur	M-30	3240	3240	Unch
Simbholi	M-30	3350	3370	-20
Asamoli	M-30	3340	3325	15
Dhanora	M-30	3270	3265	5
Dhampur	M-30	3230	3245	-15
Kinnoni	M-31	3365	3400	-35
Budhana	M-31	3275	3300	-25
Thanabhavan	M-31	3270	3295	-25

UP Government Mills Tender Rates				
Centre	Origin/Grade	08-Feb-13	07-Feb-13	Change
Nazibabad	M-30	3180	3180	Unch
Sakoti	M-30	3220	3220	Unch
Amroha	M-30	3240	3240	Unch
Chandpur	M-31	3240	3240	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	08-Feb-13	07-Feb-13	Change
Baghpat	M-30	3210	3200	10
Gajraula	M-30	3180	3175	5
BulandShahar	M-30	3240	3250	-10
Anupshahar	M-30	3170	3170	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	7-Feb-13
SANJIVANI	S.PP	3140
	M.JB	3260
KUKADI	S.PP	3070
SHREEPUR	S.PP-S1.PP	3068.00-3138.00
	M.PP	3208
AKLUJ	S1.JK	3098.00-3101.00
	M.JK	3213
MALINAGAR	S.PP	3058

	S1.PP	3073.00 OPEN
SHARAD	S.PP	3088.00 OPEN
	M.PP	3148.00 OPEN
PANCHGANGA	S.PP	2975.00 OPEN
KUMBHI	S1.PP	3103
	S2.PP	3091.00 OPEN

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