

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Saturday as markets could not find adequate cues to decide the prices either side.
- Government would take decision over decontrolling sugar industry before budget, according to K V Thomas.
- Maharashtra millers have produce 52.2 lac tons of sugar after crushing 477.69 lac tons of sugarcane with an average recovery of 10.93% as reported.
- 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.
- 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.
- Total around 339000 bags of gur (40kg each) stored in cold storages till 4th February 2013 which are 123000 bags (40kg each) lower compared to last year same period. Out of total 339000 bags of gur, around 145000 bags of Chaku gur, 59000 bags of Rascut, 99000 bags of Papdi, and 1500 bags of Khurpa stored in the cold storages 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	16	3034	3048	3025	3030
Mar-13	11	3035	3067	3035	3049
Apr-13	12	3072	3108	3071	3090

Contract	Volume	Change	OI	Change
Feb-13	330	-2490	16470	-1650
Mar-13	6030	-9550	29320	-1190
Apr-13	4390	-7870	17850	-560

Spread	Feb-13	Mar-13	Apr-13
Basis	145		
Feb-13		19	60
Mar-13			41

Stocks	Demat	In-Process	Total	FED
	08.02.13	08.02.13	08.02.13	04.02.13
Kolhapur M(New)	16076	950	17026	8402
Kolhapur S(New)	2875	50	2925	577
Sangli S	1233	0	1233	1334

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Mar	496.7	497.8	493.7	496	-0.9
13-May	500.2	501.7	497.4	499.9	-1
13-Aug	504.7	505.4	501.1	503.6	-1

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
March-13	-5	1095	1099	1093	1093
July-13	-2	1243	1249	1242	1243.5
Sept-13	-0.5	1285.5	1287	1285.5	1287

Contract	Volume	Change	OI	Change
March-13	3020	-3720	7130	-100
July-13	1530	-410	3370	110
Sept-13	20	-60	350	0

Spread	Mar-13	July-13	Sept-13
Basis	-43		
Mar-13		150.5	194
July-13			43.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Mar	18.18	18.27	18.03	18.14	-0.02
13-May	18.2	18.29	18.06	18.2	unch
13-Jul	18.47	18.52	18.3	18.44	-0.02

Brazil Sugar Quotes (Kingsman US\$/MT)

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

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
		09-Feb-13	08-Feb-13	
Sugar	Delhi - Grade M	3370	3375	-5
	Delhi - Grade S	3310	3320	-10
	Delhi - Grade L	3380	3380	Unch
	UP- Khatauli Grade M	3350	3350	Unch
	UP- Ramala Grade M	3320	3320	Unch
	Mumbai –Grade M	3421	3411	+10
	Mumbai –Grade S	3246	3243	+3
	Kolhapur – Grade M	3175	3200	-25
	Kolhapur – Grade S	3075	3100	-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	3040	Unch

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

Gur Spot Prices (Rs/Qtl)

		09-Feb-13	08-Feb-13	
Muzaffar Nagar	Chaku New	2625	2650	-25
	Arrival(Chaku New)	1500	1000	+500
	Khurpa	2625	2575	+50
	Laddu	2713	2650	+63
	Rascut	2375	2325	+50
Maharashtra	Lal Variety	2800	2800	Unch
Maharashtra	Kolhapur	3200	3200	Unch
Bangalore	Achhu	-	3000	-
	Mudde	-	33000	-
Belgaum	Mudde	3100	3000	+100

Belthangadi	Yellow (Average)	-	3300	-
Bijapur	Achhu	-	2775	-
Gulbarga	Other (Average)	-	3000	-
Mahalingapura	Penti (Average)	-	2990	-
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	-	2850	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	9-Feb-13	8-Feb-13	Change
Dorala	M-30	3265	3265	Unch
Mawana	M-30	3300	3300	Unch
Modinagar	M-30	3260	3260	Unch
Malakpur	M-30	3240	3240	Unch
Simbholi	M-30	3350	3350	Unch
Asamoli	M-30	3340	3340	Unch
Dhanora	M-30	3270	3270	Unch
Dhampur	M-30	3230	3230	Unch
Kinnoni	M-31	3365	3365	Unch
Budhana	M-31	3275	3275	Unch
Thanabhavan	M-31	3270	3270	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	9-Feb-13	8-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	9-Feb-13	8-Feb-13	Change
Baghpat	M-30	3210	3210	Unch
Gajraula	M-30	3180	3180	Unch
BulandShahar	M-30	3240	3240	Unch
Anupshahar	M-30	3170	3170	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	8-Feb-13
SADASHIV	S.JB	3050
	M.JB	3080
MULA	S1.PP	3111
	M.PP	3211
DAUND AGRO	OLD S.PP	3051
BHENDA	S.PP	3111
	M.PP	3211
SONHIRA	S1.PP	3098.00 OPEN

	M.PP	3198.00 OPEN
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