

Sugar & Gur Domestic & International Fundamentals

- Steady to firm tone witnessed in key sugar spot markets on Saturday.
- India's sugar production for the 2013-14 seasons is set to fall below consumption for the first time in four years as water shortage trims acreage in three key states Maharashtra, Karnataka and Tamil Nadu.
- Thai cane and sugar Corp (TCSC) will open a tender to sell 73332 tons of raw sugar. Out of total sugar quantity, company offers 53565 tons of hipol raw sugar and rest 19767 tons of J-spec raw sugar both for delivery from July 1st to 15th September 2013.
- Around 123,500 tons of raw sugar awaiting loading from various ports of Brazil towards India, according to shipping agency Williams report. Indian sugar refineries like Renuka sugars are getting import parity from Brazil. It is notable that more than 1 million tons of raw sugar has already been imported from abroad as expected.
- Gur prices steady to mixed tone on Saturday.
- 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.
- 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	52.00	3075.00	3075.00	3119.00	3075.00
Mar-13	35.00	3104.00	3104.00	3135.00	3103.00
Apr-13	33.00	3155.00	3155.00	3180.00	3155.00

Contract	Volume	Change	OI	Change
Feb-13	4,540	3,910	13240	380
Mar-13	6,740	-250	25160	480
Apr-13	3,170	0	20320	-150

Spread	Feb-13	Mar-13	Apr-13
Basis	125		
Feb-13		28	52
Mar-13			50

Stocks	Demat	In-Process	Total	FED
	15.02.13	15.02.13	15.02.13	11.02.13
Kolhapur M(New)	19973	600	20573	7938
Kolhapur S(New)	3725	0	3725	2925
Sangli S	1233	0	1233	1233

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Mar	492.6	493.9	489	490.3	-0.1
13-May	494.6	495.1	490.5	491.2	-1.3
13-Aug	495.9	496.5	492.6	493.2	-1.8

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
March-13	2.00	1101.00	1101.00	1107.00	1100.00
July-13	3.50	1255.00	1255.00	1258.00	1254.50
Sept-13	10.00	1299.00	1299.00	1301.00	1298.00

Contract	Volume	Change	OI	Change
March-13	3,220	-500	6320	790
July-13	1,570	-400	3790	40
Sept-13	60	-30	360	30

Spread	Mar-13	July-13	Sept-13
Basis	51.5		
Mar-13		154.5	195
July-13			40.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Mar	18.09	18.23	17.95	18	0.06
13-May	17.82	17.94	17.67	17.74	-0.03
13-Jul	18	18.1	17.84	17.89	-0.08

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	400.00	+0.25
Raw Sugar C&F (\$/MT)	Black Sea	432.00	+0.25
Sugar White FOB (\$/MT)	Santos Port	480.75	+0.25

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
		16-Feb-13	15-Feb-13	
Sugar	Delhi - Grade M	3375	3345	+30
	Delhi - Grade S	-	3315	-
	Delhi - Grade L	3400	3375	+25
	UP- Khatauli Grade M	3346	3340	+6
	UP- Ramala Grade M	3280	3275	+5
	Mumbai –Grade M	3426	3426	Unch
	Mumbai –Grade S	3246	3246	Unch
	Kolhapur – Grade M	3200	3175	+25
	Kolhapur – Grade S	3100	3075	+25
	Vijayawada – Grade M	3530	3530	Unch
	Vijayawada- Grade S	3430	3430	Unch
	Nagpur – Grade S	3350	3350	Unch
	Kolkata – Grade M	-	-	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3201	3201	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3160	3160	Unch
	Chennai - Grade S	3000	3000	Unch

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

Gur Spot Prices (Rs/Qtl)

		16-Feb-13	15-Feb-13	
Muzaffar Nagar	Chaku New	2800	2875	-75
	Arrival(Chaku New)	150	10000	-9850
	Khurpa	2588	2575	+13
	Laddu	2700	2663	+38
	Rascut	2400	2375	+25
Maharashtra	Lal Variety	2750	2750	Unch
Maharashtra	Kolhapur	3200	3200	Unch
Bangalore	Achhu	3000	3000	Unch
	Mudde	3300	3300	Unch

Belgaum	Mudde	-	3000	-
Belthangadi	Yellow (Average)	-	3300	-
Bijapur	Achhu	-	2685	-
Gulbarga	Other (Average)	-	2825	-
Mahalingapura	Penti (Average)	-	2940	-
Mandya	Achhu (Medium)	2450	2500	-50
	Kurikatu (Medium)	2300	2300	Unch
	Other (Medium)	2400	2400	Unch
	Yellow (Medium)	2450	2450	Unch
Shimoga	Achhu (Average)	2775	2825	-50

UP Private Mills Tender Rates

Centre	Origin/Grade	16-Feb-13	15-Feb-13	Change
Dorala	M-30	3270	3270	Unch
Mawana	M-30	3290	3290	Unch
Modinagar	M-30	3250	3250	Unch
Malakpur	M-30	3220	3220	Unch
Simbholi	M-30	3360	3360	Unch
Asamoli	M-30	3340	3340	Unch
Dhanora	M-30	3245	3245	Unch
Dhampur	M-30	3215	3215	Unch
Kinnoni	M-31	3370	3370	Unch
Budhana	M-31	3270	3270	Unch
Thanabhavan	M-31	3265	3265	Unch

UP Government Mills Tender Rates

Centre	Origin/Grade	16-Feb-13	15-Feb-13	Change
Morna	M-30	3190	3190	Unch
Nanotha	M-30	3180	3180	Unch
Nazibabad	M-30	3180	3180	Unch
Sakoti	M-30	3220	3220	Unch
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	16-Feb-13	15-Feb-13	Change
Baghpat	M-30	3210	3210	Unch
Gajraula	M-30	3180	3180	Unch
BulandShahar	M-30	-	-	-
Anupshahar	M-30	3170	3170	Unch

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