

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Monday as markets could not find adequate cues to decide the prices either side.
- Rumors of Rs 100 hike in excise duty of sugar to Rs 200 per quintal which increase the prices of sugar in future market today. However, still there is no official confirmation on this.
- Maharashtra sugar factories produce 57.83 lac tons of sugar after crushing 524.55 lac tons of cane with an average recovery of 11.03% so far. It is notable that present sugar figures already surpass ISMA's sugar production estimate for Maharashtra. Earlier, ISMA was estimating around 25 million tons of cane diverted towards fodder which proved wrong by the amount of cane availability for crushing to produce sugar.
- Gur prices are trading steady in Muzaffar nagar spot market on Monday.
- 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	14	3120	3127	3104	3125
Mar-13	41	3135	3176	3125	3172
Apr-13	44	3181	3225	3172	3222

Contract	Volume	Change	OI	Change
Feb-13	1130	-3410	12730	-510
Mar-13	13440	6700	24240	-920
Apr-13	6050	2880	18980	-1340

Spread	Feb-13	Mar-13	Apr-13
Basis	75		
Feb-13		47	97
Mar-13			50

Stocks	Demat	In-Process	Total	FED
	16.02.13	16.02.13	16.02.13	11.02.13
Kolhapur M(New)	19973	750	20723	7938
Kolhapur S(New)	3725	200	3925	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	9.5	1101.5	1113	1101.5	1112.5
July-13	16.5	1257	1273	1257	1273
Sept-13	19	1306.5	1318	1305.5	1318

Contract	Volume	Change	OI	Change
March-13	5330	2110	6410	90
July-13	3730	2160	4240	450
Sept-13	60	0	420	60

Spread	Mar-13	July-13	Sept-13
Basis	7.5		
Mar-13		160.5	205.5
July-13			45

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
		18-Feb-13	16-Feb-13	
Sugar	Delhi - Grade M	3350	3375	-25
	Delhi - Grade S	3325	-	-
	Delhi - Grade L	3390	3400	-10
	UP- Khatauli Grade M	3345	3346	-1
	UP- Ramala Grade M	3290	3280	10
	Mumbai –Grade M	3426	3426	Unch
	Mumbai –Grade S	3246	3246	Unch
	Kolhapur – Grade M	3200	3200	Unch
	Kolhapur – Grade S	3100	3100	Unch
	Vijayawada – Grade M	3550	3530	20
	Vijayawada- Grade S	3450	3430	20
	Nagpur – Grade S	-	3350	-
	Kolkata – Grade M	-	-	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3201	3201	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3160	3160	Unch
	Chennai - Grade S	3025	3000	25

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

Gur Spot Prices (Rs/Qtl)

		18-Feb-13	16-Feb-13	
Muzaffar Nagar	Chaku New	2800	2800	Unch
	Arrival(Chaku New)	1500	150	1350
	Khurpa	2625	2588	37
	Laddu	2688	2700	-12
	Rascut	2375	2400	-25
Maharashtra	Lal Variety	2750	2750	Unch
Maharashtra	Kolhapur	3100	3200	-100
Bangalore	Achhu	3000	3000	Unch
	Mudde	3300	3300	Unch

Belgaum	Mudde	3100	3100	Unch
Belthangadi	Yellow (Average)	3300	3300	Unch
Bijapur	Achhu	2738	2650	88
Gulbarga	Other (Average)	2850	2850	Unch
Mahalingapura	Penti (Average)	2940	-	-
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2300	2300	Unch
	Other (Medium)	2450	2400	50
	Yellow (Medium)	2450	2450	Unch
Shimoga	Achhu (Average)	2840	2775	65

UP Private Mills Tender Rates

Centre	Origin/Grade	18-Feb-13	16-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	18-Feb-13	16-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	18-Feb-13	16-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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