

Sugar & Gur Domestic & International Fundamentals

- Most of the Cash market traded unchanged today, however some dips have been reported in mandis like Delhi, Kolhapur, Vijayawada etc.
- Good amount of sugar has been released by mills in the open markets which depress the prices of sugar in domestic arena.
- Around 30% of the jaggery units have shifted from UP to MP this year as reported.
- Government has not make any announcement of the removal of restrictions over sugar industry and raising excise duty on sugar which depress the prices of sugar in the domestic markets as reported. Just after the end of the speech of Finance Minister, sugar prices tumbled down. Also, some sugar stocks like Shree Renuka sugars stock prices make 52 week low today.
- Overall demands in domestic markets are weak as reported. As far as supply of sugar is concerned, Kolkata may get sugar loaded in rake most probably on Sunday which is coming from South as reported.
- Mixed sentiments have been recorded for gur prices.
- Total around 373000 bags of gur (40kg each) stored in cold storages till 25th February 2013 which are 308000 bags (40kg each) lower compared to last year same period. Out of total 373000 bags of gur, around 107000 bags of Chaku gur, 64000 bags of Raskut, 99000 bags of Papdi, stored in the cold storages as reported.

Outlook:

Government decision not to increase sugar import duty increases the selling activities in the sugar markets. We expect prices are likely to fall from present level in the coming days.

NCDEX Sugar Future Quotes:

| Contract | +/- | Open | High | Low | Close |
|----------|--------|---------|---------|---------|---------|
| Mar-13 | -4.00 | 3009.00 | 3010.00 | 2994.00 | 3005.00 |
| Apr-13 | -13.00 | 3066.00 | 3066.00 | 3045.00 | 3054.00 |
| May-13 | -19.00 | 3130.00 | 3130.00 | 3105.00 | 3111.00 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| Mar-13 | 7,680 | -2,690 | 25940 | -2420 |
| Apr-13 | 10,440 | -3,530 | 33670 | 3440 |
| May-13 | 3,700 | 600 | 11190 | 1520 |

| Spread | Mar-13 | Apr-13 | May-13 |
|--------|--------|--------|--------|
| Basis | 120 | | |
| Mar-13 | | 49 | 57 |
| Apr-13 | | | 63 |

| Stocks | Demat | In-Process | Total | FED |
|-----------------|----------|------------|----------|----------|
| | 01.03.13 | 01.03.13 | 01.03.13 | 25.02.13 |
| Kolhapur M(New) | 18736 | 0 | 18736 | 5903 |
| Kolhapur S(New) | 3840 | 0 | 3840 | 4124 |
| Sangli S | 1233 | 0 | 1233 | 1233 |

NCDEX Gur Future Quotes:

| Contract | +/- | Open | High | Low | Close |
|----------|-------|---------|---------|---------|---------|
| March-13 | -6.50 | 1101.00 | 1102.00 | 1095.00 | 1096.50 |
| July-13 | -6.00 | 1285.00 | 1286.00 | 1276.00 | 1276.50 |
| Sept-13 | -2.00 | 1328.00 | 1330.00 | 1327.50 | 1329.00 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|------|--------|
| March-13 | 3,390 | 1,470 | 3290 | -560 |
| July-13 | 3,390 | 1,500 | 7290 | 60 |
| Sept-13 | 70 | 30 | 690 | -10 |

| Spread | Mar-13 | July-13 | Sept-13 |
|---------|--------|---------|---------|
| Basis | -12 | | |
| Mar-13 | | 180 | 228 |
| July-13 | | | 48 |

| Gur Stock Position | Chaku | Raskut | Papdi | Total |
|--------------------|--------|--------|-------|--------|
| 2013 | 107000 | 64000 | 99000 | 373000 |
| 2012 | 527000 | 93000 | - | 685000 |

*Stock Positions stored in Warehouses are till 25th Feb 2013 (All figures in Bags 40 kg each)

LIFFE Sugar Futures (In US\$/MT)

| Contract | Open | High | Low | Close | +/- |
|----------|-------|-------|-------|-------|------|
| 13-Mar | 517.4 | 523 | 513 | 513.9 | -5.8 |
| 13-May | 509.5 | 512.3 | 502 | 502.5 | -8.3 |
| 13-Aug | 507.4 | 508.8 | 497.1 | 497.6 | -9.6 |

ICE Sugar Futures (In Cents/Pound)

| Contract | Open | High | Low | Close | +/- |
|----------|-------|-------|-------|-------|-------|
| 13-Mar | 18.34 | 18.39 | 17.88 | 17.91 | -0.48 |
| 13-May | 18.42 | 18.49 | 18 | 18.02 | -0.44 |
| 13-Jul | 18.9 | 18.93 | 18.47 | 18.49 | -0.41 |

Brazil Sugar Quotes (Kingsman US\$/MT)

| Commodity | Place | Price | Change |
|-------------------------|-------------|-------|--------|
| Raw Sugar FOB (\$/MT) | Santos Port | 405 | +8.25 |
| Raw Sugar C&F (\$/MT) | Black Sea | 436 | +8.25 |
| Sugar White FOB (\$/MT) | Santos Port | 505 | +16.25 |

Brazil White Sugar Premium (US\$/MT)

| Contract | Close | +/- |
|----------------|-------|-----|
| May'13/May'13 | 114 | |
| Aug'13/July'13 | 103 | |
| Oct'13/Oct'13 | 90 | |

Brazil Sugar/ Ethanol Prices (In Cents/lb)

| Contract | Close | +/- |
|-----------------------|-------|-----|
| Brazil Domestic Sugar | 18.86 | |
| Brazil Anhydrous | 20.90 | |
| Brazil Hydrous | 20.83 | |

Sugar and Gur Prices at Key Spot Markets:

| Commodity | Centre | Prices (Rs/Qtl) | | Change |
|-----------|---|-----------------|----------|--------|
| | | 2-Mar-13 | 1-Mar-13 | |
| Sugar | Delhi - Grade M | 3375 | 3400 | -25 |
| | Delhi - Grade S | 3315 | 3360 | -45 |
| | Delhi - Grade L | 3410 | 3420 | -10 |
| | UP- Khatauli Grade M | 3350 | 3350 | Unch |
| | UP- Ramala Grade M | 3335 | 3340 | -5 |
| | UP- Dhampur Grade M Ex-Mill | 3275 | 3275 | Unch |
| | UP- Dhampur Grade S Ex-Mill | 3255 | 3255 | Unch |
| | UP- Dhampur Grade L Ex-Mill | 3325 | 3325 | Unch |
| | Mumbai –Grade M | 3421 | 3421 | Unch |
| | Mumbai –Grade S | 3221 | 3230 | -9 |
| | Kolhapur – Grade M | 3125 | 3130 | -5 |
| | Kolhapur – Grade S | 3050 | 3060 | -10 |
| | Vijayawada – Grade M | 3600 | 3600 | Unch |
| | Vijayawada- Grade S | 3500 | 3500 | Unch |
| | Nagpur – Grade S | 3400 | 3420 | -20 |
| | Kolkata – Grade M | 3300 | 3500 | -200 |
| | Ambikapur (Chattisgarh)- Grade M (Without Duty) | 3227 | 3227 | Unch |
| | Ambikapur (Chattisgarh)- Grade S (Without Duty) | 3215 | 3215 | Unch |
| | Chennai - Grade S | 3025 | 3025 | Unch |

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

Gur Spot Prices (Rs/Qtl)

| | | 2-Mar-13 | 1-Mar-13 | |
|----------------|--------------------|----------|----------|------|
| Muzaffar Nagar | Chaku New | 2800 | 2725 | 75 |
| | Chaku New(Arrival) | 15000 | 13000 | 2000 |
| | Khurpa | 2525 | 2550 | -25 |
| | Laddu | 2638 | 2700 | -62 |
| | Rascut | 2425 | 2450 | -25 |
| Maharashtra | Lal Variety | - | - | - |
| | Kolhapur | 3500 | 3500 | Unch |

| | | | | |
|---------------|-------------------|------|------|------|
| Bangalore | Achhu | 2900 | 2900 | Unch |
| | Mudde | 3000 | 3000 | Unch |
| Belgaum | Mudde | 3100 | 3000 | 100 |
| Belthangadi | Yellow (Average) | - | 3300 | - |
| Bijapur | Achhu | 2895 | 2750 | 145 |
| Gulbarga | Other (Average) | - | 2800 | - |
| Mahalingapura | Penti (Average) | - | 2980 | - |
| Mandya | Achhu (Medium) | 2550 | 2600 | -50 |
| | Kurikatu (Medium) | 2350 | 2350 | Unch |
| | Other (Medium) | 2450 | 2450 | Unch |
| | Yellow (Medium) | 2500 | 2550 | -50 |
| Shimoga | Achhu (Average) | - | 2775 | - |

| UP Private Mills Tender Rates | | | | |
|-------------------------------|--------------|----------|-----------|--------|
| Centre | Origin/Grade | 1-Mar-13 | 28-Feb-13 | Change |
| Dorala | M-30 | 3270 | 3270 | Unch |
| Mawana | M-30 | 3280 | 3280 | Unch |
| Modinagar | M-30 | 3240 | 3240 | Unch |
| Malakpur | M-30 | 3225 | 3225 | Unch |
| Simbholi | M-30 | 3330 | 3330 | Unch |
| Asamoli | M-30 | 3310 | 3310 | Unch |
| Dhanora | M-30 | 3230 | 3230 | Unch |
| Dhampur | M-30 | 3225 | 3225 | Unch |
| Kinnoni | M-31 | 3350 | 3350 | Unch |
| Budhana | M-31 | 3260 | 3260 | Unch |
| Thanabhavan | M-31 | 3260 | 3260 | Unch |

| UP Government Mills Tender Rates | | | | |
|----------------------------------|--------------|----------|-----------|--------|
| Centre | Origin/Grade | 1-Mar-13 | 28-Feb-13 | Change |
| Morna | M-30 | 3185 | 3185 | Unch |
| Nanotha | M-30 | 3175 | 3175 | Unch |
| Nazibabad | M-30 | 3175 | 3175 | Unch |
| Sakoti | M-30 | 3220 | 3220 | Unch |
| Amroha | M-30 | - | - | - |
| Chandpur | M-31 | - | - | - |

| UP Cooperative Mills Tender Rates | | | | |
|-----------------------------------|--------------|----------|-----------|--------|
| Centre | Origin/Grade | 1-Mar-13 | 28-Feb-13 | Change |
| Baghpat | M-30 | 3205 | 3205 | Unch |
| Gajraula | M-30 | 3175 | 3175 | Unch |
| BulandShahar | M-30 | 3240 | 3240 | Unch |
| Anupshahar | M-30 | 3160 | 3160 | Unch |

| Maharashtra Cooperative Mills Tender Prices | | |
|---|--------------|-----------------|
| Centre | Origin/Grade | 1-Mar-13 |
| VIKAS | S.PP | 3040.00-3043.00 |

| | | |
|-------------|-------|-----------------|
| | S.JK | 3050.00-3055.00 |
| SHREEPUR | S1.PP | 3100.00 OPEN |
| | M.PP | 3173.00 OPEN |
| LBP | M.PP | 3061 |
| VRIDESHWAR | S1.PP | 3111 |
| | M.PP | 3215.00 OPEN |
| CHOPDA | S.JK | 3200 |
| | M.JK | 3300.00 OPEN |
| AJARA | S1.PP | 3060 |
| NATURAL | S.PP | 3048.00 OPEN |
| | S1.PP | 3073.00 OPEN |
| SANT DAMAJI | S.JB | 3085 |
| | S1.JB | 3133 |
| LOKNETE | M.PP | 3061 |
| AMBALIKA | M.PP | 3150.00 OPEN |
| GHODGANGA | S.PP | 3110.00 OPEN |
| SADASHIV | S.JB | 3078 |
| | M.JB | 3095 |
| SANJIVANI | S.JB | 3120 |
| | M.JB | 3276 |
| BHOGAWATI | S1.PP | 3173.00 OPEN |
| | M.PP | 3298.00 OPEN |
| AJARA | S1.PP | 3060 |
| DATT SHIROL | S1.PP | 3088.00 OPEN |
| | M.PP | 3198.00 OPEN |
| WARANA | S1.PP | 3103.00 OPEN |
| | S2.PP | 3098.00 OPEN |

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