

## Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key sugar spot markets on Monday as markets are waiting for government step over sugar decontrol which would decide the future of the sugar prices further.
- Meanwhile, domestic sugar refiners losing sugar import parity from Brazil and Thailand as increasing international sugar prices and decreasing domestic prices will close the sugar import gallery soon.
- Thai raw sugar premium trading at 85 points over ICE raw sugar futures May contract. However, it was 100 points last week.
- Gur arrival are same today compared to prior day in Muzaffar nagar spot market. However, prices improved marginally today for chaku variety as reported.
- Total around 445480 bags of gur (40kg each) stored in cold storages till 11th March 2013 which are 584566 bags (40kg each) lower compared to last year same period. Out of total 445480 bags of gur, around 240000 bags of Chaku gur, 67724 bags of Rascut, and 113686 bags of Papdi, stored in the cold storages as reported.
- Thailand's 2012/13 sugarcane crush continues to make strong progress as total sugar production reached 8.195 million tonnes, raw value, as of March 10, up 1.1% from 8.107 million produced by the same time last year.

### Outlook:

Prices of sugar are moving in a range with weak tone due to ample sugar stocks available in the market. In addition to it, weak demand from stockiest and delay in sugar decontrol announcement by government dampen the prices.

### NCDEX Sugar Future Quotes:

| Contract | +/- | Open | High | Low  | Close |
|----------|-----|------|------|------|-------|
| Mar-13   | -24 | 2995 | 3005 | 2995 | 3000  |
| Apr-13   | -18 | 3055 | 3056 | 3025 | 3025  |
| May-13   | -20 | 3091 | 3099 | 3070 | 3071  |

| Contract | Volume | Change | OI    | Change |
|----------|--------|--------|-------|--------|
| Mar-13   | 610    | 40     | 5850  | -280   |
| Apr-13   | 11300  | -10750 | 37060 | -300   |
| May-13   | 6600   | -5490  | 28730 | 1260   |

| Spread | Mar-13 | Apr-13 | May-13 |
|--------|--------|--------|--------|
| Basis  | 75     |        |        |
| Mar-13 |        | 25     | 71     |
| Apr-13 |        |        | 46     |

| Stocks          | Demat    | In-Process | Total    | FED      |
|-----------------|----------|------------|----------|----------|
|                 | 16.03.13 | 16.03.13   | 16.03.13 | 11.03.13 |
| Kolhapur M(New) | 12597    | 0          | 12597    | 3854     |
| Kolhapur S(New) | 3548     | 0          | 3548     | 3548     |
| Sangli S        | 2263     | 2106       | 4369     | 375      |

### NCDEX Gur Future Quotes:

| Contract | +/-   | Open | High   | Low    | Close  |
|----------|-------|------|--------|--------|--------|
| March-13 | -9.5  | 1126 | 1126   | 1119.5 | 1119.5 |
| July-13  | -10   | 1295 | 1296.5 | 1285   | 1289   |
| Sept-13  | -13.5 | 1351 | 1351   | 1338.5 | 1342   |

| Contract | Volume | Change | OI    | Change |
|----------|--------|--------|-------|--------|
| March-13 | 80     | 40     | 660   | -60    |
| July-13  | 8500   | 820    | 11160 | -650   |
| Sept-13  | 650    | 90     | 1590  | -10    |

| Spread  | Mar-13 | July-13 | Sept-13 |
|---------|--------|---------|---------|
| Basis   | -29.5  |         |         |
| Mar-13  |        | 169.5   | 222.5   |
| July-13 |        |         | 53      |

| Gur Stock Position | Chaku  | Raskut | Papdi  | Total   |
|--------------------|--------|--------|--------|---------|
|                    | 2013   | 2012   | 2013   | 2012    |
|                    | 240000 | 67724  | 113686 | 455480  |
|                    | 660012 | 113260 | 170724 | 1040046 |

\*Stock Positions stored in Warehouses are till 11<sup>th</sup> Mar 2013 (All figures in Bags 40 kg each)

### LIFFE Sugar Futures (In US\$/MT)

| Contract | Open  | High  | Low   | Close | +/- |
|----------|-------|-------|-------|-------|-----|
| 13-Mar   | 537.5 | 544   | 536.6 | 539.4 | 2.2 |
| 13-May   | 521.7 | 526.5 | 520.7 | 522.4 | 1.1 |
| 13-Aug   | 515.7 | 519.6 | 514.2 | 517   | 1.6 |

### ICE Sugar Futures (In Cents/Pound)

| Contract | Open  | High  | Low   | Close | +/-  |
|----------|-------|-------|-------|-------|------|
| 13-Mar   | 18.84 | 19.12 | 18.72 | 18.89 | 0.05 |
| 13-May   | 18.8  | 19    | 18.7  | 18.85 | 0.05 |
| 13-Jul   | 19.08 | 19.25 | 18.98 | 19.12 | 0.05 |

## Brazil Sugar Quotes (Kingsman US\$/MT)

| Commodity               | Place       | Price  | Change |
|-------------------------|-------------|--------|--------|
| Raw Sugar FOB (\$/MT)   | Santos Port | 414.00 | -6.75  |
| Raw Sugar C&F (\$/MT)   | Black Sea   | 447.00 | -6.75  |
| Sugar White FOB (\$/MT) | Santos Port | 517.50 | -5.00  |

## Brazil White Sugar Premium (US\$/MT)

| Contract       | Close | +/- |
|----------------|-------|-----|
| May'13/May'13  | 123   |     |
| Aug'13/July'13 | 107   |     |
| Oct'13/Oct'13  | 95.5  |     |

## Brazil Sugar/ Ethanol Prices (In Cents/lb)

| Contract              | Close | +/- |
|-----------------------|-------|-----|
| Brazil Domestic Sugar | 20.34 |     |
| Brazil Anhydrous      | 21.17 |     |
| Brazil Hydrous        | 21.15 |     |

## Sugar and Gur Prices at Key Spot Markets:

| Commodity | Centre  | Prices (Rs/Qtl) |           | Change |
|-----------|---|-----------------|-----------|--------|
|           |   | 18-Mar-13       | 16-Mar-13 |        |
| Sugar     | Delhi - Grade M                                 | 3320            | 3320      | Unch   |
|           | Delhi - Grade S                                 | 3265            | 3260      | +5     |
|           | Delhi - Grade L                                 | 3340            | 3340      | Unch   |
|           | UP- Khatauli Grade M                            | 3270            | 3275      | -5     |
|           | UP- Ramala Grade M                              | 3260            | 3230      | 30     |
|           | UP- Dhampur Grade M Ex-Mill                     | 3200            | 3200      | Unch   |
|           | UP- Dhampur Grade S Ex-Mill                     | 3180            | 3180      | Unch   |
|           | UP- Dhampur Grade L Ex-Mill                     | 3250            | 3250      | Unch   |
|           | Mumbai –Grade M                                 | 3391            | 3391      | Unch   |
|           | Mumbai –Grade S                                 | 3172            | 3172      | Unch   |
|           | Kolhapur – Grade M                              | 3075            | 3075      | Unch   |
|           | Kolhapur – Grade S                              | 3025            | 3000      | 25     |
|           | Vijayawada – Grade M                            | 3550            | 3550      | Unch   |
|           | Vijayawada- Grade S                             | 3450            | 3450      | Unch   |
|           | Nagpur – Grade S                                | 3300            | 3300      | Unch   |
|           | Kolkata – Grade M                               | 3250            | -         | -      |
|           | Ambikapur (Chattisgarh)- Grade M (Without Duty) | -               | -         | -      |
|           | Ambikapur (Chattisgarh)- Grade S (Without Duty) | 3300            | 3300      | Unch   |
|           | Chennai - Grade S                               | 2925            | 2925      | Unch   |

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

## Gur Spot Prices (Rs/Qtl)

|                |                    | 18-Mar-13 | 16-Mar-13 |      |
|----------------|--------------------|-----------|-----------|------|
| Muzaffar Nagar | Chaku New          | 2725      | 2700      | 25   |
|                | Chaku New(Arrival) | 25000     | 25000     | Unch |
|                | Khurpa             | 2550      | 2613      | -63  |
|                | Laddu              | 2625      | 2625      | Unch |
|                | Rascut             | 2565      | 2550      | 15   |
| Maharashtra    | Lal Variety        | 3000      | 3050      | -50  |
|                | Kolhapur           | 3500      | 3500      | Unch |

|               |                   |      |      |      |
|---------------|-------------------|------|------|------|
| Bangalore     | Achhu             | 3000 | 3000 | Unch |
|               | Mudde             | 3200 | 3200 | Unch |
| Belgaum       | Mudde             | 3000 | 3000 | Unch |
| Belthangadi   | Yellow (Average)  | 3200 | 3000 | 200  |
| Bijapur       | Achhu             | 2860 | 2875 | -15  |
| Gulbarga      | Other (Average)   | 3000 | 3025 | -25  |
| Mahalingapura | Penti (Average)   | 3150 | -    | -    |
| Mandya        | Achhu (Medium)    | 2850 | 2800 | 50   |
|               | Kurikatu (Medium) | 2450 | 2450 | Unch |
|               | Other (Medium)    | 2550 | 2550 | Unch |
|               | Yellow (Medium)   | 2800 | 2750 | 50   |
| Shimoga       | Achhu (Average)   | 2725 | 2750 | -25  |

| UP Private Mills Tender Rates |              |           |           |        |
|-------------------------------|--------------|-----------|-----------|--------|
| Centre                        | Origin/Grade | 18-Mar-13 | 17-Mar-13 | Change |
| Dorala                        | M-30         | 3180      | 3180      | Unch   |
| Mawana                        | M-30         | 3190      | 3190      | Unch   |
| Modinagar                     | M-30         | 3170      | 3180      | -10    |
| Malakpur                      | M-30         | 3155      | 3160      | -5     |
| Simbholi                      | M-30         | 3250      | 3255      | -5     |
| Asamoli                       | M-30         | 3240      | 3245      | -5     |
| Dhanora                       | M-30         | 3180      | 3185      | -5     |
| Dhampur                       | M-30         | 3185      | 3180      | 5      |
| Kinnoni                       | M-31         | 3285      | 3285      | Unch   |
| Budhana                       | M-31         | 3185      | 3185      | Unch   |
| Thanabhavan                   | M-31         | 3185      | 3185      | Unch   |

| UP Government Mills Tender Rates |              |           |           |        |
|----------------------------------|--------------|-----------|-----------|--------|
| Centre                           | Origin/Grade | 18-Mar-13 | 17-Mar-13 | Change |
| Morna                            | M-30         | 3145      | 3170      | -25    |
| Nanotha                          | M-30         | 3140      | 3165      | -25    |
| Nazibabad                        | M-30         | 3135      | 3150      | -15    |
| Sakoti                           | M-30         | 3155      | 3170      | -15    |
| Amroha                           | M-30         | -         | -         | -      |
| Chandpur                         | M-31         | -         | -         | -      |

| UP Cooperative Mills Tender Rates |              |           |           |        |
|-----------------------------------|--------------|-----------|-----------|--------|
| Centre                            | Origin/Grade | 18-Mar-13 | 17-Mar-13 | Change |
| Baghpat                           | M-30         | 3155      | 3180      | -25    |
| Gajraula                          | M-30         | 3140      | 3165      | -25    |
| BulandShahar                      | M-30         | 3165      | 3165      | Unch   |
| Anupshahar                        | M-30         | 3135      | 3140      | -5     |

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