

Sugar & Gur Domestic & International Fundamentals

- Prices continue its southward movement due to weak demand and consistent sugar supply from mills. Also, recent postponement of abolishment of levy sugar quota mechanism depress the market.
- Brazil Center South region likely to produce 36.2 million tons of sugar in 2013-14 up from 34.1 million tons produced last year.
- CCEA yesterday postpone its decision to abolish levy sugar quota mechanism. This delay would increase the pressure on sugar prices in the coming days as expected.
- 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.
- Presently gur prices are hovering in a range as lower gur stock position compared to last year and increasing arrivals in the market presently offset the impact in the market.
- Total around 624000 bags of gur (40kg each) stored in cold storages till 18th March 2013 which are 461000 bags (40kg each) lower compared to last year same period. Out of total 624000 bags of gur, around 318000 bags of Chaku gur, 76000 bags of Rascut, and 140000 bags of Papdi, stored in the cold storages as reported.

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	-25	2985	2990	2950	2966
Apr-13	-29	3008	3009	2985	2985
May-13	-24	3049	3049	3030	3030

Contract	Volume	Change	OI	Change
Mar-13	1870	-140	1760	-1490
Apr-13	14390	3950	34160	-2080
May-13	14030	8100	25150	-3260

Spread	Mar-13	Apr-13	May-13
Basis	84		
Mar-13		19	64
Apr-13			45

Stocks	Demat	In-Process	Total	FED
	19.03.13	19.03.13	19.03.13	18.03.13
Kolhapur M(New)	11927	0	11927	12537
Kolhapur S(New)	3548	0	3548	3548
Sangli S	3659	903	4562	3266

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
March-13	5.5	1132	1132	1131.5	1131.5
July-13	6.5	1293	1303.5	1293	1300.5
Sept-13	4	1348	1355	1347	1353

Contract	Volume	Change	OI	Change
March-13	60	60	590	-50
July-13	8550	1050	12180	560
Sept-13	610	30	1680	-10

Spread	Mar-13	July-13	Sept-13
Basis	-45.5		
Mar-13		169	221.5
July-13			52.5

Gur Stock Position	Chaku	Raskut	Papdi	Total
2013	318000	76000	140000	624000
2012	720000	130000	176000	1085000

*Stock Positions stored in Warehouses are till 18th Mar 2013 (All figures in Bags 40 kg each)

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Mar	527.9	531	527.8	529.8	2.4
13-May	513.1	514.5	511.9	513.6	1.2
13-Aug	508.4	509.3	507	508.6	1.3

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Mar	18.35	18.4	18.26	18.31	0.02
13-May	18.4	18.45	18.33	18.39	0.06
13-Jul	18.75	18.83	18.71	18.8	0.1

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	409.50	+2.50
Raw Sugar C&F (\$/MT)	Black Sea	442.50	+2.50
Sugar White FOB (\$/MT)	Santos Port	514.25	+1.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
May'13/May'13	126	
Aug'13/July'13	108.25	
Oct'13/Oct'13	94.25	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	19.23	
Brazil Anhydrous	20.80	
Brazil Hydrous	20.59	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		20-Mar-13	19-Mar-13	
Sugar	Delhi - Grade M	3300	3310	-10
	Delhi - Grade S	3240	3270	-30
	Delhi - Grade L	3305	3310	-5
	UP- Khatauli Grade M	3275	3275	Unch
	UP- Ramala Grade M	3240	3240	Unch
	UP- Dhampur Grade M Ex-Mill	3195	3200	-5
	UP- Dhampur Grade S Ex-Mill	3175	3180	-5
	UP- Dhampur Grade L Ex-Mill	3245	3250	-5
	Mumbai –Grade M	3361	3386	-25
	Mumbai –Grade S	3166	3166	Unch
	Kolhapur – Grade M	3050	3075	-25
	Kolhapur – Grade S	3000	3000	Unch
	Vijayawada – Grade M	3540	3540	Unch
	Vijayawada- Grade S	3430	3430	Unch
	Nagpur – Grade S	3270	3280	-10
	Kolkata – Grade M	3250	3250	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	-	-	-
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3115	3115	Unch
	Chennai - Grade S	2925	2925	Unch

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

Gur Spot Prices (Rs/Qtl)

		20-Mar-13	19-Mar-13	
Muzaffar Nagar	Chaku New	2713	2700	13
	Chaku New(Arrival)	20000	15000	5000
	Khurpa	2563	2513	50
	Laddu	2688	2688	Unch
	Rascut	2563	2565	-2
Maharashtra	Lal Variety	3000	3000	Unch
	Kolhapur	3300	3500	-200

Bangalore	Achhu	3000	3000	Unch
	Mudde	3200	3200	Unch
Belgaum	Mudde	3100	-	-
Belthangadi	Yellow (Average)	3200	3200	Unch
Bijapur	Achhu	-	2900	-
Gulbarga	Other (Average)	-	2850	-
Mahalingapura	Penti (Average)	3200	3160	40
Mandya	Achhu (Medium)	2850	2850	Unch
	Kurikatu (Medium)	2400	2400	Unch
	Other (Medium)	2450	2500	-50
	Yellow (Medium)	2800	2800	Unch
Shimoga	Achhu (Average)	2725	2725	Unch

UP Private Mills Tender Rates				
Centre	Origin/Grade	20-Mar-13	19-Mar-13	Change
Dorala	M-30	3180	3180	Unch
Mawana	M-30	3190	3190	Unch
Modinagar	M-30	3170	3170	Unch
Malakpur	M-30	3155	3155	Unch
Simbholi	M-30	3250	3250	Unch
Asamoli	M-30	3240	3240	Unch
Dhanora	M-30	3180	3180	Unch
Dhampur	M-30	3185	3185	Unch
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	20-Mar-13	19-Mar-13	Change
Morna	M-30	3120	3145	-25
Nanotha	M-30	3115	3140	-25
Nazibabad	M-30	3110	3135	-25
Sakoti	M-30	3130	3155	-25
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	20-Mar-13	19-Mar-13	Change
Baghpat	M-30	3155	3155	Unch
Gajraula	M-30	3140	3140	Unch
BulandShahar	M-30	3165	3165	Unch
Anupshahar	M-30	3135	3135	Unch

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