

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments witnessed in various key sugar spot markets on Monday. Weak demand and increasingly supply pressure let the prices down.
- Maharashtra sugarcane sowing completed in 5.53 lac hectares till 25th Feb 2013 as reported. Out of total planting, farmers have sowed sugarcane in 1.26 lac hectares adsali and 1.08 lac hectares in pre seasonal, 1.45 lac hectares in suru and 1.73 lac hectares of ratoon crop. It is notable that sugarcane has been sowed in 9.62 lac hectares in Maharashtra last year.
- Domestic millers are presently selling sugar below cost of production presently. However, upcoming holi festive demand likely to give some boost to the sugar prices in the coming days.
- Ice cream makers and bulk buyers are watching the sugar market closely and presently inactive due to daily dampening the sugar prices. However, demand of sugar from bulk buyers likely to increase after holi considering drastic increase in temperature.
- Water shortage problem deepening in Maharashtra which would definitely decrease the sugarcane acreage for the coming marketing season.
- Gur prices declined today owing to higher arrivals in Muzaffar nagar market compared to prior day.
- 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 Raskut, 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
Apr-13	8	2947	2957	2933	2947
May-13	15	2982	2998	2975	2995
June-13	17	3020	3048	3020	3041

Contract	Volume	Change	OI	Change
Apr-13	5080	-1790	29940	-890
May-13	5390	-2180	24290	-70
June-13	1100	-430	12320	-90

Spread	Apr-13	May-13	June-13
Basis	53		
Apr-13		48	94
May-13			46

Stocks	Demat	In-Process	Total	FED
	23.03.13	23.03.13	23.03.13	18.03.13
Kolhapur M(New)	11776	0	11776	12537
Kolhapur S(New)	3548	0	3548	3548
Sangli S	-	-	-	3266

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
July-13	1.5	1313	1315	1302.5	1315
Sept-13	3	1362.5	1371	1356	1371
Nov-13	-	-	-	-	-

Contract	Volume	Change	OI	Change
July-13	10640	4430	12090	-770
Sept-13	1190	350	2160	110
Nov-13	0	-30	100	0

Spread	July-13	Sept-13	Nov-13
Basis	-205		
July-13		56	-82
Sept-13			-138

Gur Stock Position	Chaku	Raskut	Papdi	Total
	2013	2012	2013	2012
	318000	720000	140000	176000
	76000	130000	140000	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-May	529.4	531.3	526.6	527.1	-1.3
13-Aug	510.7	513.3	509	509.5	-1.4
13-Oct	506.5	507.9	504	504.6	-1.5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-May	18.25	18.38	18.15	18.2	-0.01
13-Jul	18.35	18.35	18.17	18.21	-0.06
13-Oct	18.71	18.74	18.56	18.6	-0.08

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	401.75	-4.75
Raw Sugar C&F (\$/MT)	Black Sea	434.75	-4.75
Sugar White FOB (\$/MT)	Santos Port	507.50	-3.75

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
May'13/May'13	126.75	
Aug'13/July'13	108.25	
Oct'13/Oct'13	94.00	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	19.09	
Brazil Anhydrous	20.80	
Brazil Hydrous	20.59	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		25-Mar-13	23-Mar-13	
Sugar	Delhi - Grade M	3270	3280	-10
	Delhi - Grade S	3220	3250	-30
	Delhi - Grade L	3280	3300	-20
	UP- Khatauli Grade M	3240	3250	-10
	UP- Ramala Grade M	3200	3200	Unch
	UP- Dhampur Grade M Ex-Mill	3100	3195	-95
	UP- Dhampur Grade S Ex-Mill	3080	3175	-95
	UP- Dhampur Grade L Ex-Mill	3150	3245	-95
	Mumbai –Grade M	3356	-	-
	Mumbai –Grade S	3100	-	-
	Kolhapur – Grade M	3000	3000	Unch
	Kolhapur – Grade S	2900	2900	Unch
	Vijayawada – Grade M	3400	3430	-30
	Vijayawada- Grade S	3500	3430	70
	Nagpur – Grade S	3370	3280	90
	Kolkata – Grade M	-	3250	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	-	-	-
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3115	3115	Unch
	Chennai - Grade S	2925	2910	15

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

Gur Spot Prices (Rs/Qtl)

		25-Mar-13	23-Mar-13	
Muzaffar Nagar	Chaku New	2775	2775	Unch
	Chaku New(Arrival)	20000	15000	5000
	Khurpa	2563	2500	63
	Laddu	2675	2688	-13
	Rascut	2575	2563	12
Ahmedabad (Gujarat)	Lal Variety (Latur gur)	3150	3100	50
Kolhapur (Maharashtra)	Kolhapuri Gur	3500	3300	200

Bangalore	Achhu	3200	3000	200
	Mudde	3200	3200	Unch
Belgaum	Mudde	3000	3000	Unch
Belthangadi	Yellow (Average)	3200	3200	Unch
Bijapur	Achhu	2940	2965	-25
Gulbarga	Other (Average)	2950	3000	-50
Mahalingapura	Penti (Average)	3050	-	-
Mandya	Achhu (Medium)	2750	2750	Unch
	Kurikatu (Medium)	2400	2400	Unch
	Other (Medium)	2400	2400	Unch
	Yellow (Medium)	2700	2700	Unch
Shimoga	Achhu (Average)	-	2750	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	25-Mar-13	23-Mar-13	Change
Dorala	M-30	3145	3180	-35
Mawana	M-30	3140	3190	-50
Modinagar	M-30	3140	3170	-30
Malakpur	M-30	3100	3155	-55
Simbholi	M-30	3210	3250	-40
Asamoli	M-30	3205	3240	-35
Dhanora	M-30	3140	3180	-40
Dhampur	M-30	3140	3185	-45
Kinnoni	M-31	3250	3285	-35
Budhana	M-31	3150	3185	-35
Thanabhavan	M-31	3150	3185	-35

UP Government Mills Tender Rates				
Centre	Origin/Grade	25-Mar-13	23-Mar-13	Change
Morna	M-30	3105	3120	-15
Nanotha	M-30	3100	3115	-15
Nazibabad	M-30	3100	3110	-10
Sakoti	M-30	3115	3130	-15
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	25-Mar-13	23-Mar-13	Change
Baghpat	M-30	3115	3155	-40
Gajraula	M-30	3100	3140	-40
BulandShahar	M-30	3125	3165	-40
Anupshahar	M-30	3090	3135	-45

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	23-Mar-13
SHREEPUR	S.PP-S1.PP	2958.00-2983.00
	M.PP	3083
LBP	S.PP	2908.00 OPEN

	M.PP	3051.00 OPEN
AATHPADI	S.PP	2875
GADHINGLAJ	S1.PP	2880
SHANKESHWAR	S1.PP	2910
NIRANI	S.PP	2900
NIPANI	S1.PP	2905.00 OPEN
CAN AGRO	S1.PP	2875.00 OPEN

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