

Sugar & Gur Domestic & International Fundamentals

- Sugar prices continue its downward movement owing to overall weak fundamentals.
- Maharashtra likely to produce 4 million tons of sugar in 2013-14 owing to lack of rainfall in the region, according to Maharashtra state government officials. However, there is sufficient water in southern Maharashtra region like Kolhapur, Satara for sugarcane planting, according to our initial reports. However, sugarcane acreage likely to decrease in Maharashtra which has also verified by recent government sowing figures which is only 6% less compared to last year. Also, there is higher ratoon crop of sugarcane this year which is going to be harvest in the next year which gives comparatively lesser yield as well as recovery than plant cane crop.
- ED&F Man sees 23.5 million tons of sugar production for 2013-14 marketing year. It also sees Indian sugar import to 1.4 million tons in 2012-13 with 1.1 million tons of sugar already landed in India till date.
- ICE raw sugar future prices is going to test its 2.6 years low and presently trading at 17.66 cents per pound due to consistent supply of sugar from Brazil.
- Brazilian sugar waiting at ports to load for exports reduced to 1.04 million tons this week compared to 1.36 million tons last week.
- Gur prices improved today owing to lower arrivals due to heavy rainfall and hailstorm in the region.
- Total around 764000 bags of gur (40kg each) stored in cold storages till 25th March 2013 which are 436000 bags (40kg each) lower compared to last year same period. Out of total 764000 bags of gur, around 405000 bags of Chaku gur, 134000 bags of Raskut, and 162000 bags of Papdi, stored in the cold storages as reported.

Upcoming event: Meeting over Sugar Decontrol Issue on 4th April 2013

Outlook:

Sugar prices continued its weakness in the market due to higher sugar quota for next 6 months, weak demand, falling international sugar prices and continuous raw sugar imports from Brazil. We expect prices should continue its weak tone in the coming days until any change in policy by government in the meeting which is going to held next week.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Apr-13					
May-13					
June-13					

Contract	Volume	Change	OI	Change
Apr-13				
May-13				
June-13				

Spread	Apr-13	May-13	June-13
Basis			
Apr-13			
May-13			

Stocks	Demat	In-Process	Total	FED
	28.03.13	28.03.13	28.03.13	25.03.13
Kolhapur M(New)	-	-	-	11646
Kolhapur S(New)	-	-	-	3548
Sangli S	-	-	-	4481

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-May	508.4	508.9	501.6	503	-5
13-Aug	496.7	499.4	492.2	494.2	-3
13-Oct	495.8	498.3	492.5	494.3	-2.1

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
July-13					
Sept-13					
Nov-13					

Contract	Volume	Change	OI	Change
July-13				
Sept-13				
Nov-13				

Spread	July-13	Sept-13	Nov-13
Basis			
July-13			
Sept-13			

Gur Stock Position	Chaku	Raskut	Papdi	Total
2013	405000	134000	162000	764000
2012	787000	189000	183000	1200000

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

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-May	17.95	17.95	17.56	17.66	-0.19
13-Jul	17.91	17.91	17.6	17.7	-0.12
13-Oct	18.31	18.31	18.04	18.15	-0.1

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	395.25	
Raw Sugar C&F (\$/MT)	Black Sea	429.25	
Sugar White FOB (\$/MT)	Santos Port	501.00	

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
May'13/May'13	115	
Aug'13/July'13	104.25	
Oct'13/Oct'13	93.75	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	18.83	
Brazil Anhydrous	20.63	
Brazil Hydrous	19.93	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		29-Mar-13	28-Mar-13	
Sugar	Delhi - Grade M	3260	3270	-10
	Delhi - Grade S	3210	3230	-20
	Delhi - Grade L	3270	3270	Unch
	UP- Khatauli Grade M	3240	3240	Unch
	UP- Ramala Grade M	3200	3200	Unch
	UP- Dhampur Grade M Ex-Mill	3190	3190	Unch
	UP- Dhampur Grade S Ex-Mill	3170	3170	Unch
	UP- Dhampur Grade L Ex-Mill	3240	3240	Unch
	Mumbai –Grade M	3291	3306	-15
	Mumbai –Grade S	3112	3116	-4
	Kolhapur – Grade M	3000	3000	Unch
	Kolhapur – Grade S	2900	2900	Unch
	Vijayawada – Grade M	3480	3480	Unch
	Vijayawada- Grade S	3380	3380	Unch
	Nagpur – Grade S	3220	3270	-50
	Kolkata – Grade M	-	-	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	-	-	-
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3115	3115	Unch
	Chennai - Grade S	2960	2925	35

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

Gur Spot Prices (Rs/Qtl)

		29-Mar-13	28-Mar-13	
Muzaffar Nagar	Chaku New	2760	2750	10
	Chaku New(Arrival)	12000	25000	-13000
	Khurpa	2588	2550	38
	Laddu	2713	2675	38
	Rascut	2563	2550	13
Ahmedabad (Gujarat)	Lal Variety (Latur gur)	3150	3150	Unch
Kolhapur (Maharashtra)	Kolhapuri Gur	-	-	-

Bangalore	Achhu	-	3000	-
	Mudde	-	3100	-
Belgaum	Mudde	-	3100	-
Belthangadi	Yellow (Average)	-	-	-
Bijapur	Achhu	-	3230	-
Gulbarga	Other (Average)	-	2900	-
Mahalingapura	Penti (Average)	-	-	-
Mandya	Achhu (Medium)	-	2800	-
	Kurikatu (Medium)	-	2400	-
	Other (Medium)	-	2430	-
	Yellow (Medium)	-	2750	-
Shimoga	Achhu (Average)	-	2750	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	29-Mar-13	28-Mar-13	Change
Dorala	M-30	Closed	3145	-
Mawana	M-30	Closed	3140	-
Modinagar	M-30	Closed	3150	-
Malakpur	M-30	Closed	3140	-
Simbholi	M-30	Closed	3100	-
Asamoli	M-30	Closed	3210	-
Dhanora	M-30	Closed	3205	-
Dhampur	M-30	Closed	3140	-
Kinnoni	M-31	Closed	3140	-
Budhana	M-31	Closed	3250	-
Thanabhavan	M-31	Closed	3150	-

UP Government Mills Tender Rates				
Centre	Origin/Grade	29-Mar-13	28-Mar-13	Change
Morna	M-30	Closed	3105	-
Nanotha	M-30	Closed	3100	-
Nazibabad	M-30	Closed	3100	-
Sakoti	M-30	Closed	3115	-
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	29-Mar-13	28-Mar-13	Change
Baghpat	M-30	Closed	3115	-
Gajraula	M-30	Closed	3100	-
BulandShahar	M-30	Closed	3125	-
Anupshahar	M-30	Closed	3090	-

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	28-Mar-13
MADHUKAR	S.PP	2965
	M.PP	3091
SADASHIV	S.JB	2918.00 OPEN

	M.JB	2948.00 OPEN
GHODGANGA	S.PP	2940
RAYAT	S1.JB	3050.00 OPEN
	M.JB	3150.00 OPEN
KAGAL	S1.PP	3030.00 OPEN
	S2.PP	3020.00 OPEN
SHARAD	S1.PP	2928.00 OPEN
SHANKESHWAR	OLD SPP	2888.00 OPEN
	S1.PP	2920.00 OPEN

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>

© 2013 Indian Agribusiness Systems Pvt Ltd.