

Sugar & Gur Domestic & International Fundamentals

- Prices seems bullish thanks to improved domestic demand. In addition to it, removal of sugar sales to millers by government also support the prices.
- Meanwhile, Indian sugar millers produce around 23 million tons of sugar till 31st March 2013.
- Maharashtra sugar production reached 7.7 million tons till 31st March which is around 4 percent lower compared to last year same period.
- Indian sugar premium trading at \$30 per ton this week up from \$25 per ton.
- National sugar co-operative factories sees around 25 million tons of sugar production for 2012-13. Late revival of sugar production by Maharashtra mills give some boost to the sugar production in Maharashtra state. It is notable that sugar production reached 8 million tons till date in Maharashtra which was earlier estimated at 6.3 million tons by Maharashtra state government.
- Gur prices improved today despite of consistent arrivals in Muzaffar nagar spot market. Lower stock position of gur stored in the cold storages support the gur prices. In addition to it, lower cane production in Maharashtra also lowered down the gur production which also give some rally to the gur prices in the coming weeks.
- 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 Rascut, 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	14	2937	2958	2933	2958
May-13	7	3007	3015	2984	3005
June-13	6	3069	3075	3045	3065

Contract	Volume	Change	OI	Change
Apr-13	6420	190	24030	-1670
May-13	11640	2550	31110	1090
June-13	3600	520	12950	670

Spread	Apr-13	May-13	June-13
Basis	92		
Apr-13		47	107
May-13			60

Stocks	Demat	In-Process	Total	FED
	01.04.13	01.04.13	01.04.13	01.04.13
Kolhapur M(New)	10796	0	10796	10796
Kolhapur S(New)	2901	0	2901	2901
Sangli S	4481	401	4882	4481

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-May	508.4	508.9	501.6	503.3	-5.1
13-Aug	496.7	499.4	492.2	494.2	-3.2
13-Oct	495.8	498.3	492.5	494.3	-2.1

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
July-13	13	1318	1329	1316	1326.5
Sept-13	13.5	1374.5	1388	1374.5	1386
Nov-13	1	1225.5	1225.5	1225	1225

Contract	Volume	Change	OI	Change
July-13	8640	2710	10510	-510
Sept-13	2410	1120	3390	440
Nov-13	90	90	140	10

Spread	July-13	Sept-13	Nov-13
Basis	-176.5		
July-13		59.5	-101.5
Sept-13			-161

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	17.7	17.79	17.63	17.69	0.03
13-Jul	17.66	17.78	17.64	17.72	0.02
13-Oct	18.1	18.2	18.1	18.13	-0.02

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
		2-Apr-13	1-Apr-13	
Sugar	Delhi - Grade M	3325	3300	25
	Delhi - Grade S	3260	3240	20
	Delhi - Grade L	3325	3300	25
	UP- Khatauli Grade M	3300	3280	20
	UP- Ramala Grade M	3255	3230	25
	UP- Dhampur Grade M Ex-Mill	3200	3190	10
	UP- Dhampur Grade S Ex-Mill	3180	3170	10
	UP- Dhampur Grade L Ex-Mill	3250	3240	10
	Mumbai –Grade M	3296	3291	5
	Mumbai –Grade S	3116	3106	10
	Kolhapur – Grade M	3050	3025	25
	Kolhapur – Grade S	2950	2925	25
	Vijayawada – Grade M	3500	3480	20
	Vijayawada- Grade S	3400	3380	20
	Nagpur – Grade S	3220	3220	Unch
	Kolkata – Grade M	-	-	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	-	-	-
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	3115	-
	Chennai - Grade S	2960	2960	Unch

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

Gur Spot Prices (Rs/Qtl)				
		2-Apr-13	1-Apr-13	
Muzaffar Nagar	Chaku	2875	2850	25
	Chaku New(Arrival)	10000	9000	1000
	Khurpa	2713	2650	63
	Laddu	2788	2775	13
	Rascut	2563	2563	Unch
Maharashtra	Lal Variety	3125	3125	Unch
	Kolhapur	-	-	-
Bangalore	Achhu	3000	3000	Unch
	Mudde	3200	3200	Unch
Belgaum	Mudde	-	3200	-
Belthangadi	Yellow (Average)	-	3100	-
Bijapur	Achhu	2960	3100	-140

Gulbarga	Other (Average)	3000	2920	80
Mahalingapura	Penti (Average)	2950	2960	-10
Mandya	Achhu (Medium)	2900	2900	Unch
	Kurikatu (Medium)	2450	2400	50
	Other (Medium)	2500	2450	50
	Yellow (Medium)	2800	2800	Unch
Shimoga	Achhu (Average)	2450	3475	-1025

UP Private Mills Tender Rates				
Centre	Origin/Grade	2-Apr-13	1-Apr-13	Change
Dorala	M-30	3220	3200	20
Mawana	M-30	3220	3200	20
Khatauli	M-30	3215	3195	20
Modinagar	M-30	3210	3190	20
Malakpur	M-30	3195	3175	20
Simbholi	M-30	3270	3250	20
Asamoli	M-30	3245	3225	20
Dhanora	M-30	3210	3190	20
Dhampur	M-30	3200	3180	20
Kinnoni	M-31	3275	3255	20
Budhana	M-31	3220	3200	20
Thanabhavan	M-31	3220	3200	20
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	2-Apr-13	1-Apr-13	Change
Baghpat	M-30	3140	3120	20
Gajraula	M-30	3120	3100	20
BulandShahar	M-30	3180	3160	20
Anupshahar	M-30	3120	3100	20
UP Government Mills Tender Rates				
Centre	Origin/Grade	2-Apr-13	1-Apr-13	Change
Morna	M-30	3130	3110	20
Nanotha	M-30	3120	3100	20
Nazibabad	M-30	3120	3100	20
Sakoti	M-30	3160	3140	20
Amroha	M-30	3170	3150	-
Chandpur	M-31	3170	3150	-

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	1-Apr-13
BHENDA	S1.PP	3015
DATT SHIROL	S1.PP	2966
	M.PP	3066
VISHWAS	S1.PP	2965.00-2968.00
	M.PP	3068.00-3073.00
SHARAD	S1.PP	2943
	M.PP	3013

WARANA	S1.PP	2935.00-2940.00
	M.PP	2930.00-2935.00
CHIKODI	S1.PP	2948
	M.PP	2998

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