

Sugar & Gur Domestic & International Fundamentals

- Sugar prices remain steady in all key sugar spot markets on Thursday as markets are waiting for any decision on sugar decontrol by CCEA.
- Brazil has exported 1.981 million tons of sugar in March 2013 which is up by almost double. Higher sugar production than consumption and smooth movement of sugar at ports led the sugar exports increase from Brazilian ports. Brazil has exported only 27.20 million tons of sugar this year till March which was 25.11 million tons, raw value, last year same period.
- Meanwhile, Indian sugar millers produce around 23 million tons of sugar till 31st March 2013.
- Cuban raw sugar production is 17% behind schedule toward a target of 1.7 million tonnes, official media said over the weekend, putting in doubt hopes to increase output 20% over the previous season.
- Gur prices traded steady today despite of higher arrivals in Muzaffar nagar spot market compared to prior day.
- Lower stock position of gur stored in the cold storages support the gur prices overall. In addition to it, lower cane production in Maharashtra also lowered down the gur production which also gives some rally to the gur prices in the coming weeks.
- Total around 876000 bags of gur (40kg each) stored in cold storages till 1st April 2013 lower from 1289000 bags of gur at last year same period (40kg each). Out of total 876000 bags of gur, around 487000 bags of Chaku gur, 142000 bags of Raskut, and 185000 bags of Papdi, stored in the cold storages as reported.

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 | -3 | 2953 | 2954 | 2902 | 2943 |
| May-13 | 10 | 3002 | 3017 | 2978 | 3005 |
| June-13 | 8 | 3059 | 3078 | 3039 | 3067 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| Apr-13 | 12520 | 4450 | 14500 | -6630 |
| May-13 | 23170 | 11410 | 36750 | 5110 |
| June-13 | 6990 | 3980 | 10820 | -2730 |

| Spread | Apr-13 | May-13 | June-13 |
|--------|--------|--------|---------|
| Basis | 82 | | |
| Apr-13 | | -62 | -62 |
| May-13 | | | 57 |

| Stocks | Demat | In-Process | Total | FED |
|------------|----------|------------|----------|----------|
| | 03.04.13 | 03.04.13 | 03.04.13 | 01.04.13 |
| Kolhapur M | 10100 | 750 | 10850 | 10796 |
| Kolhapur S | 2901 | 0 | 2901 | 2901 |
| Sangli M | 4481 | 451 | 4932 | 4481 |

LIFFE Sugar Futures (In US\$/MT)

| Contract | Open | High | Low | Close | +/- |
|----------|-------|-------|-------|-------|------|
| 13-May | 503.5 | 509.3 | 500.9 | 504.9 | 2.5 |
| 13-Aug | 496 | 496.6 | 491.3 | 492 | -3.5 |
| 13-Oct | 496 | 496.2 | 490.5 | 491.2 | -3.6 |

NCDEX Gur Future Quotes:

| Contract | +/- | Open | High | Low | Close |
|----------|------|------|------|------|-------|
| July-13 | 3.50 | 1328 | 1336 | 1326 | 1331 |
| Sept-13 | 7.00 | 1389 | 1395 | 1385 | 1391 |
| Nov-13 | - | - | - | - | - |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| July-13 | 6990 | -200 | 10820 | 350 |
| Sept-13 | 1550 | 470 | 3680 | 200 |
| Nov-13 | - | - | 140 | 0 |

| Spread | July-13 | Sept-13 | Nov-13 |
|---------|---------|---------|--------|
| Basis | -178.5 | | |
| July-13 | | 56.5 | -101 |
| Sept-13 | | | -157.5 |

| Gur Stock Position | Chaku | Raskut | Papdi | Total |
|--------------------|--------|--------|--------|---------|
| 2013 | 487000 | 142000 | 185000 | 876000 |
| 2012 | 850000 | 980000 | 169000 | 1289000 |

*Stock Positions stored in Warehouses are till 1st Apr 2013 (All figures in Bags 40 kg each)

ICE Sugar Futures (In Cents/Pound)

| Contract | Open | High | Low | Close | +/- |
|----------|-------|-------|-------|-------|-------|
| 13-May | 17.59 | 17.71 | 17.47 | 17.5 | -0.09 |
| 13-Jul | 17.69 | 17.78 | 17.56 | 17.58 | -0.08 |
| 13-Oct | 18.3 | 18.3 | 17.98 | 18.01 | -0.09 |

Brazil Sugar Quotes (Kingsman US\$/MT)

| Commodity | Place | Price | Change |
|-------------------------|-------------|--------|--------|
| Raw Sugar FOB (\$/MT) | Santos Port | 390.50 | -2.25 |
| Raw Sugar C&F (\$/MT) | Black Sea | 424.50 | -2.25 |
| Sugar White FOB (\$/MT) | Santos Port | 503.25 | -2.50 |

Brazil White Sugar Premium (US\$/MT)

| Contract | Close | +/- |
|----------------|--------|-----|
| May'13/May'13 | 114.75 | |
| Aug'13/July'13 | 105.75 | |
| Oct'13/Oct'13 | 95.75 | |

Brazil Sugar/ Ethanol Prices (In Cents/lb)

| Contract | Close | +/- |
|-----------------------|-------|-----|
| Brazil Domestic Sugar | 18.87 | |
| Brazil Anhydrous | 20.55 | |
| Brazil Hydrous | 19.83 | |

Sugar and Gur Prices at Key Spot Markets:

| Commodity | Centre | Prices (Rs/Qtl) | | Change |
|-----------|---|-----------------|----------|--------|
| | | 4-Apr-13 | 3-Apr-13 | |
| Sugar | Delhi - Grade M | 3325 | 3325 | Unch |
| | Delhi - Grade S | 3260 | 3260 | Unch |
| | Delhi - Grade L | 3325 | 3325 | Unch |
| | UP- Khatauli Grade M | 3275 | 3270 | 5 |
| | UP- Ramala Grade M | 3210 | 3230 | -20 |
| | 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 | Closed | Closed | - |
| | Mumbai –Grade S | Closed | Closed | - |
| | Kolhapur – Grade M | 3025 | 3050 | -25 |
| | Kolhapur – Grade S | 2925 | 2950 | -25 |
| | Vijayawada – Grade M | 3530 | 3500 | 30 |
| | Vijayawada- Grade S | 3430 | 3400 | 30 |
| | Nagpur – Grade S | Closed | 3220 | - |
| | Kolkata – Grade M | 3280 | 3320 | - |
| | Ambikapur (Chattisgarh)- Grade M (Without Duty) | - | - | - |
| | Ambikapur (Chattisgarh)- Grade S (Without Duty) | - | - | - |
| | Chennai - Grade S | 3075 | 3075 | Unch |

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

| Gur Spot Prices (Rs/Qtl) | | | | |
|--------------------------|--------------------|----------|----------|------|
| | | 4-Apr-13 | 3-Apr-13 | |
| Muzaffar Nagar | Chaku | 2875 | 2875 | Unch |
| | Chaku New(Arrival) | 15000 | 8000 | 7000 |
| | Khurpa | 2675 | 2675 | Unch |
| | Laddu | 2850 | 2850 | Unch |
| | Rascut | 2625 | 2575 | 50 |
| Maharashtra | Lal Variety | 3150 | 3150 | Unch |
| | Kolhapur | - | - | - |
| Bangalore | Achhu | 3100 | 3000 | 100 |
| | Mudde | 3300 | 3200 | 100 |
| Belgaum | Mudde | 3000 | 3000 | Unch |
| Belthangadi | Yellow (Average) | 3100 | 3100 | Unch |

| | | | | |
|----------------------|-------------------|------|------|------|
| Bijapur | Achhu | 3100 | - | - |
| Gulbarga | Other (Average) | 2900 | 2950 | -50 |
| Mahalingapura | Penti (Average) | 2960 | 2970 | -10 |
| Mandya | Achhu (Medium) | 2950 | 2900 | 50 |
| | Kurikatu (Medium) | 2400 | 2400 | Unch |
| | Other (Medium) | 2500 | 2400 | 100 |
| | Yellow (Medium) | 2750 | 2800 | -50 |
| Shimoga | Achhu (Average) | - | 3475 | - |

| UP Private Mills Tender Rates | | | | |
|-------------------------------|--------------|----------|----------|--------|
| Centre | Origin/Grade | 4-Apr-13 | 3-Apr-13 | Change |
| Dorala | M-30 | 3240 | 3240 | Unch |
| Mawana | M-30 | 3250 | 3250 | Unch |
| Khatauli | M-30 | 3240 | 3240 | Unch |
| Modinagar | M-30 | 3210 | 3210 | Unch |
| Malakpur | M-30 | 3200 | 3200 | Unch |
| Simbholi | M-30 | 3270 | 3270 | Unch |
| Asamoli | M-30 | 3260 | 3260 | Unch |
| Dhanora | M-30 | 3230 | 3230 | Unch |
| Dhampur | M-30 | 3220 | 3220 | Unch |
| Kinnoni | M-31 | 3310 | 3310 | Unch |
| Budhana | M-31 | 3235 | 3235 | Unch |
| Thanabhavan | M-31 | 3235 | 3235 | Unch |

| UP Cooperative Mills Tender Rates | | | | |
|-----------------------------------|--------------|----------|----------|--------|
| Centre | Origin/Grade | 4-Apr-13 | 3-Apr-13 | Change |
| Baghpat | M-30 | 3165 | 3165 | Unch |
| Gajraula | M-30 | 3145 | 3145 | Unch |
| BulandShahar | M-30 | 3190 | 3190 | Unch |
| Anupshahar | M-30 | 3130 | 3130 | Unch |

| UP Government Mills Tender Rates | | | | |
|----------------------------------|--------------|----------|----------|--------|
| Centre | Origin/Grade | 4-Apr-13 | 3-Apr-13 | Change |
| Morna | M-30 | 3155 | 3155 | Unch |
| Nanotha | M-30 | 3150 | 3150 | Unch |
| Nazibabad | M-30 | 3140 | 3140 | Unch |
| Sakoti | M-30 | 3170 | 3170 | Unch |
| Amroha | M-30 | 3180 | 3180 | - |
| Chandpur | M-31 | 3170 | 3170 | - |

| Maharashtra Cooperative Mills Tender Prices | | |
|---|--------------|--------------|
| Centre | Origin/Grade | 3-Apr-13 |
| BARAMATI | S1.PP | 3010.00 OPEN |
| | M.PP | 3110.00 OPEN |
| SADASHIV | S.JB | 2978 |
| | M.JB | 2988 |
| MADHUKAR | S.PP | 2990 |
| | M.PP | 3116 |

| | | |
|------------|-------|-----------------|
| PRAVARA | S1.PP | 3020.00-3025.00 |
| | M.PP | 3118.00-3135.00 |
| D.Y. PATIL | S1.PP | 2958 |
| | M.PP | 3100 |
| WARANA | S1.PP | 2938 |
| | S1.PP | 2948.00 OPEN |
| BHOGAWATI | S1.PP | 3040.00 OPEN |
| | M.PP | 3130.00-3140.00 |
| BIDRI | S1.PP | 2948.00 OPEN |
| | M.PP | 3048.00 OPEN |

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