

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key sugar spot markets. Continuous sugar selling by millers and weak demand in cash markets pressurize the prices of sugar.
- Sugar prices tumble down in International sugar markets due to start of new sugarcane harvesting in Brazil for 2013-14 season.
- Thailand made 9.5 million tons of sugar in 2012-13 season that is higher than previous expectations. Out of total sugar production made by Thai mills, 6.5 million tons are raws and rest are whites.
- Thai raw sugar premium stood at 100 points over May ICE raw sugar future contract.
- Thai raw sugar is in demand presently due to increase in freight from Brazil to Asian countries by \$5 per ton which led the buyers of Asia like Indonesia and China had divert their buying concentration towards Thailand from Brazil.
- Gur prices shows mixed tone 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.

NCDEX Sugar Future Quotes:

| Contract | +/- | Open | High | Low | Close |
|----------|-----|------|------|------|-------|
| Apr-13 | -35 | 2831 | 2936 | 2831 | 2866 |
| May-13 | -32 | 2942 | 2965 | 2921 | 2926 |
| June-13 | -38 | 3005 | 3029 | 2974 | 2979 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| Apr-13 | 790 | -960 | 9580 | -100 |
| May-13 | 24000 | 5550 | 55670 | 6000 |
| June-13 | 12110 | 3110 | 20800 | 3270 |

| Spread | Apr-13 | May-13 | June-13 |
|--------|--------|--------|---------|
| Basis | 134 | | |
| Apr-13 | | 60 | 113 |
| May-13 | | | 53 |

| Stocks | Demat | In-Process | Total | FED |
|------------|----------|------------|----------|----------|
| | 06.04.13 | 06.04.13 | 06.04.13 | 01.04.13 |
| Kolhapur M | 10057 | 1000 | 11057 | 10796 |
| Kolhapur S | 1411 | 0 | 1411 | 2901 |
| Sangli M | 4882 | 50 | 4932 | 4481 |

LIFFE Sugar Futures (In US\$/MT)

| Contract | Open | High | Low | Close | +/- |
|----------|-------|-------|-------|-------|------|
| 13-May | 502.7 | 506.6 | 502.4 | 504.5 | 0.1 |
| 13-Aug | 488.3 | 491.6 | 488.1 | 489.9 | unch |
| 13-Oct | 489.1 | 492.1 | 489.1 | 490.2 | -0.4 |

NCDEX Gur Future Quotes:

| Contract | +/- | Open | High | Low | Close |
|----------|-----|--------|--------|------|-------|
| July-13 | 2.5 | 1320.5 | 1331.5 | 1319 | 1326 |
| Sept-13 | -1 | 1387 | 1389 | 1378 | 1382 |
| Nov-13 | - | - | - | - | - |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| July-13 | 5390 | 1810 | 11470 | -230 |
| Sept-13 | 1340 | 190 | 4320 | 0 |
| Nov-13 | 0 | 0 | 140 | 0 |

| Spread | July-13 | Sept-13 | Nov-13 |
|---------|---------|---------|--------|
| Basis | -146 | | |
| July-13 | | 56 | -98.5 |
| Sept-13 | | | -154.5 |

| 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 | 17.67 | 17.76 | 17.61 | 17.65 | -0.02 |
| 13-Jul | 17.69 | 17.74 | 17.61 | 17.67 | -0.02 |
| 13-Oct | 18.06 | 18.12 | 17.98 | 18.06 | unch |

Brazil Sugar Quotes (Kingsman US\$/MT)

| Commodity | Place | Price | Change |
|-------------------------|-------------|--------|--------|
| Raw Sugar FOB (\$/MT) | Santos Port | 396.75 | +5.75 |
| Raw Sugar C&F (\$/MT) | Black Sea | 424.50 | +4.75 |
| Sugar White FOB (\$/MT) | Santos Port | 508.50 | +4.75 |

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 |
|-----------|---|-----------------|----------|--------|
| | | 8-Apr-13 | 6-Apr-13 | |
| Sugar | Delhi - Grade M | 3340 | 3330 | 10 |
| | Delhi - Grade S | 3290 | 3320 | -30 |
| | Delhi - Grade L | 3360 | 3375 | -15 |
| | UP- Khatauli Grade M | 3315 | 3370 | -55 |
| | UP- Ramala Grade M | 3290 | 3300 | -10 |
| | UP- Dhampur Grade M Ex-Mill | 3220 | 3220 | Unch |
| | UP- Dhampur Grade S Ex-Mill | 3200 | 3200 | Unch |
| | UP- Dhampur Grade L Ex-Mill | 3270 | 3270 | Unch |
| | Mumbai –Grade M | Closed | Closed | - |
| | Mumbai –Grade S | Closed | Closed | - |
| | Kolhapur – Grade M | 3000 | 3020 | -20 |
| | Kolhapur – Grade S | 2900 | 2920 | -20 |
| | Vijayawada – Grade M | 3550 | 3550 | Unch |
| | Vijayawada- Grade S | 3450 | 3450 | Unch |
| | Nagpur – Grade S | 3240 | Closed | - |
| | Kolkata – Grade M | 3320 | 3320 | Unch |
| | Ambikapur (Chattisgarh)- Grade M (Without Duty) | - | - | - |
| | Ambikapur (Chattisgarh)- Grade S (Without Duty) | - | - | - |
| | Chennai - Grade S | 3125 | 3125 | Unch |

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

| Gur Spot Prices (Rs/Qtl) | | | | |
|--------------------------|--------------------|----------|----------|-------|
| | | 8-Apr-13 | 6-Apr-13 | |
| Muzaffar Nagar | Chaku | 2950 | 2875 | 75 |
| | Chaku New(Arrival) | 20000 | 25000 | -5000 |
| | Khurpa | 2750 | 2750 | Unch |
| | Laddu | 2850 | 2900 | -50 |
| | Rascut | 2625 | 2600 | 25 |
| Maharashtra | Lal Variety | 3250 | 3200 | 50 |
| | Kolhapur | - | - | - |
| Bangalore | Achhu | 3100 | 3100 | Unch |
| | Mudde | 3300 | 3300 | Unch |
| Belgaum | Mudde | - | 3000 | - |

| | | | | |
|----------------------|-------------------|------|------|------|
| Belthangadi | Yellow (Average) | 3000 | - | - |
| Bijapur | Achhu | 3100 | 3000 | 100 |
| Gulbarga | Other (Average) | 2900 | 2950 | -50 |
| Mahalingapura | Penti (Average) | 3050 | - | - |
| Mandya | Achhu (Medium) | 2900 | 2950 | -50 |
| | Kurikatu (Medium) | 2600 | 2750 | -150 |
| | Other (Medium) | 2650 | 2850 | -200 |
| | Yellow (Medium) | 2800 | 2900 | -100 |
| Shimoga | Achhu (Average) | 3500 | 3575 | -75 |

| UP Private Mills Tender Rates | | | | |
|-----------------------------------|--------------|----------|----------|--------|
| Centre | Origin/Grade | 8-Apr-13 | 6-Apr-13 | Change |
| Dorala | M-30 | 3260 | 3260 | Unch |
| Mawana | M-30 | 3270 | 3270 | Unch |
| Khatauli | M-30 | 3240 | 3260 | -20 |
| Modinagar | M-30 | 3220 | 3230 | -10 |
| Malakpur | M-30 | 3200 | 3220 | -20 |
| Simbholi | M-30 | 3290 | 3290 | Unch |
| Asamoli | M-30 | 3270 | 3280 | -10 |
| Dhanora | M-30 | 3240 | 3250 | -10 |
| Dhampur | M-30 | 3220 | 3240 | -20 |
| Kinnoni | M-31 | 3335 | 3330 | 5 |
| Budhana | M-31 | 3255 | 3255 | Unch |
| Thanabhavan | M-31 | 3255 | 3255 | Unch |
| UP Cooperative Mills Tender Rates | | | | |
| Centre | Origin/Grade | 8-Apr-13 | 6-Apr-13 | Change |
| Baghpat | M-30 | 3200 | 3185 | 15 |
| Gajraula | M-30 | 3180 | 3165 | 15 |
| BulandShahar | M-30 | 3230 | 3210 | 20 |
| Anupshahar | M-30 | 3170 | 3150 | 20 |
| UP Government Mills Tender Rates | | | | |
| Centre | Origin/Grade | 8-Apr-13 | 6-Apr-13 | Change |
| Morna | M-30 | 3190 | 3175 | 15 |
| Nanotha | M-30 | 3180 | 3170 | 10 |
| Nazibabad | M-30 | 3180 | 3160 | 20 |
| Sakoti | M-30 | 3210 | 3190 | 20 |
| Amroha | M-30 | 3220 | 3200 | 20 |
| Chandpur | M-31 | 3220 | 3190 | 30 |

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