

Sugar & Gur Domestic & International Fundamentals

- Sugar prices continue its downside movement owing to weak demand and sugar supply from sugar mills. In addition to it, weak sentiments in international markets also pressurize the prices.
- Around 10-12% decline in sugarcane acreage in Solapur district Maharashtra compared to last year owing to lower rainfall in the region. Some other areas like Satara and Kolhapur also affected with this drought like conditions. Millers are expecting rainfall in June to July period, if early rainfall occurred than it would help the cane yield for 2013-14 season.
- Iraq is willing to import 50000 tons of white sugar via international tender. Tender deadline is Apr 22nd and offers must remain valid till 26th Apr 2013. However, Iraq has mentioned that it would buy sugar from any sourcing countries except India and Thailand, according to news agencies.
- Russia, Belarus and Kazakhstan has increase the sugar import duty tariff to \$205 from \$140 per ton. The hike in sugar import duty would valid from 1st May 2013. These three countries has increase the import duty after considering increase in sugar prices in International arena.
- Gur prices declined today owing to 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 1057000 bags of gur (40kg each) stored in cold storages till 15th April 2013 lower from 1396000 bags of gur at last year same period (40kg each). Out of total 1057000 bags of gur, around 611000 bags of Chaku gur, 118000 bags of Raskut, and 194000 bags of Papdi, stored in the cold storages as reported.

Outlook:

Sugar prices got some upward correction amid good summer demand. Millers are now quoting higher prices. In addition to it, less government regulation on sugar sector would support the market sentiments in the coming week as expected.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Apr-13	-16	2901	2913	2901	2910
May-13	-24	2966	2966	2932	2936
June-13	-25	3022	3023	2997	3000

Contract	Volume	Change	OI	Change
Apr-13	750	460	3000	-500
May-13	10340	-1220	45560	-410
June-13	5790	-1570	20740	-690

Spread	Apr-13	May-13	June-13
Basis	140		
Apr-13		26	90
May-13			64

Stocks	Demat	In-Process	Total	FED
	15.04.13	15.04.13	15.04.13	15.04.13
Kolhapur M	13831	790	14621	13831
Kolhapur S	-	-	-	-
Sangli M	4736	0	4736	4736

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-May	502.90	503.80	496.20	497.30	-4.6
13-Aug	498	498.8	489.7	490.4	-6.9
13-Oct	505.1	505.4	496.7	497.3	-6.8

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
July-13	-38	1314	1315.5	1274	1280
Sept-13	-40	1369	1369	1323	1330
Nov-13	-26.5	1205	1221.5	1197.5	1208

Contract	Volume	Change	OI	Change
July-13	11740	4040	11280	160
Sept-13	3400	2010	4990	-160
Nov-13	220	220	130	-30

Spread	July-13	Sept-13	Nov-13
Basis	-60		
July-13		50	-72
Sept-13			-122

Gur Stock Position	Chaku	Raskut	Papdi	Total
2013	611000	118000	194000	1057000
2012	932000	156000	188000	1396000

*Stock Positions stored in Warehouses are till 15th Apr 2013 (All figures in Bags 40 kg each)

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-May	17.99	18.08	17.74	17.79	-0.24
13-Jul	17.95	17.95	17.53	17.55	-0.29
13-Oct	18.18	18.23	17.89	17.93	-0.28

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	398.25	-1.25
Raw Sugar C&F (\$/MT)	Black Sea	432.25	-0.25
Sugar White FOB (\$/MT)	Santos Port	508.75	-2.50

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
May'13/May'13	115	
Aug'13/July'13	100.25	
Oct'13/Oct'13	92	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	18.96	
Brazil Anhydrous	20.86	
Brazil Hydrous	20.31	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		16-Apr-13	15-Apr-13	
Sugar	Delhi - Grade M	3340	3350	-10
	Delhi - Grade S	3250	3250	Unch
	Delhi - Grade L	3340	3360	-20
	UP- Khatauli Grade M	3315	3340	-25
	UP- Ramala Grade M	3280	3270	10
	UP- Dhampur Grade M Ex-Mill	3225	3225	Unch
	UP- Dhampur Grade S Ex-Mill	3205	3205	Unch
	UP- Dhampur Grade L Ex-Mill	3275	3275	Unch
	Mumbai –Grade M	3312	3341	-29
	Mumbai –Grade S	3136	3146	-10
	Kolhapur – Grade M	3050	3050	Unch
	Kolhapur – Grade S	2950	2950	Unch
	Vijayawada – Grade M	3550	3550	Unch
	Vijayawada- Grade S	3450	3450	Unch
	Nagpur – Grade S	3350	3350	Unch
	Kolkata – Grade M	-	-	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	-	-	-
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-
	Chennai - Grade S	3025	3025	Unch

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

Gur Spot Prices (Rs/Qtl)

		16-Apr-13	15-Apr-13	
Muzaffar Nagar	Chaku	3050	2950	100
	Chaku New(Arrival)	9000	15000	-6000
	Khurpa	2763	2850	-87
	Laddu	3000	3000	Unch
	Rascut	2725	2800	-75
Maharashtra	Lal Variety	3150	3100	50
	Kolhapur	-	-	-
Bangalore	Achhu	3000	3400	-400
	Mudde	3200	3600	-400

Belgaum	Mudde	-	3100	-
Belthangadi	Yellow (Average)	3000	3000	Unch
Bijapur	Achhu	3000	3000	Unch
Gulbarga	Other (Average)	3000	2950	50
Mahalingapura	Penti (Average)	3040	3060	-20
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	3675	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	16-Apr-13	15-Apr-13	Change
Dorala	M-30	3235	3235	Unch
Mawana	M-30	3240	3240	Unch
Khatauli	M-30	3220	3220	Unch
Modinagar	M-30	3210	3210	Unch
Malakpur	M-30	3195	3195	Unch
Simbholi	M-30	3390	3390	Unch
Asamoli	M-30	3260	3260	Unch
Dhanora	M-30	3220	3220	Unch
Dhampur	M-30	3190	3190	Unch
Kinnoni	M-31	3310	3310	Unch
Budhana	M-31	3240	3240	Unch
Thanabhavan	M-31	3235	3235	Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	16-Apr-13	15-Apr-13	Change
Baghpat	M-30	3185	3185	Unch
Gajraula	M-30	3170	3170	Unch
BulandShahar	M-30	3190	3190	Unch
Anupshahar	M-30	3150	3150	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	16-Apr-13	15-Apr-13	Change
Morna	M-30	3175	3175	Unch
Nanotha	M-30	3170	3170	Unch
Nazibabad	M-30	3160	3160	Unch
Sakoti	M-30	3190	3190	Unch
Amroha	M-30	3185	3185	Unch
Chandpur	M-31	3175	3175	Unch

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