

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Monday as markets could not find adequate cues to decide the prices either side.
- Sugar prices are ruling in a downward trend. Major influencing factors are sugar selling by millers in the open market, sugar imports, and overall weak international sentiments due to global sugar surplus. **Short term Price Outlook:** Prices of sugar might continue its downtrend for short term with increasing supply by millers. **Medium term Price Outlook:** With increasing heat waves in the country, summer demand of sugar would pick up in May. In addition to it, closing of cane crushing operations and partial decontrol of sugar by government would turn the price sentiments up in the coming months as expected.
- Millers which are presently selling sugar below cost of production definitely try to make some profit in the coming months by playing with sugar stocks left with them (Millers got freedom to sell sugar in the open market without any monthly restrictions).
- Gur prices shows decline in prices due 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
May-13	-13	2942	2945	2918	2926
June-13	-15	2985	3010	2971	2989
July-13	-14	3035	3035	2992	3016

Contract	Volume	Change	OI	Change
May-13	12500	7440	42820	-1480
June-13	15850	10530	24910	4110
July-13	5890	3750	11400	880

Spread	May-13	June-13	July-13
Basis	99		
May-13		63	90
June-13			27

Stocks	Demat	In-Process	Total	FED
	20.4.13	20.4.13	20.4.13	15.4.13
Kolhapur M	11790	0	11790	13831
Kolhapur S	-	-	-	-
Sangli M	4636	0	4636	4736

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Aug	501.5	511.4	500.1	508.8	6.1
13-Oct	494.4	502.5	491.7	499.7	4.5
13-Dec	500.4	507.9	498	505.4	3.6

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
July-13	-9.5	1310.5	1322	1298	1305
Sept-13	-10.5	1365	1378	1350.5	1356.5
Nov-13	-1.5	1228	1228	1217.5	1217.5

Contract	Volume	Change	OI	Change
July-13	9640	1780	10210	-410
Sept-13	2790	-140	4840	140
Nov-13	50	-90	130	0

Spread	July-13	Sept-13	Nov-13
Basis	-205		
July-13		51.5	-87.5
Sept-13			-139

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	17.62	18-Jan	17.55	17.97	0.28
13-Jul	17.6	17.93	17.46	17.88	0.27
13-Oct	17.98	18.29	17.83	18.23	0.25

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	395.25	+4.25
Raw Sugar C&F (\$/MT)	Black Sea	431.00	+6.25
Sugar White FOB (\$/MT)	Santos Port	507.00	+3.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'13/July'13	114.75	3
Oct'13/Oct'13	99.5	1.5
Dec'13/Oct'13	105	1.5

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	19.8	0.23
Brazil Anhydrous	20.97	-0.04
Brazil Hydrous	21.27	-0.05

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		22-Apr-13	20-Apr-13	
Sugar	Delhi - Grade M	3330	3310	20
	Delhi - Grade S	3235	3250	-15
	Delhi - Grade L	3340	3330	10
	UP- Khatauli Grade M	3270	3275	-5
	UP- Ramala Grade M	3270	3250	20
	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	Closed	3331	-
	Mumbai –Grade S	Closed	3186	-
	Kolhapur – Grade M	3025	3025	Unch
	Kolhapur – Grade S	2925	2925	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)				
		22-Apr-13	20-Apr-13	
Muzaffar Nagar	Chaku	2750	2813	-63
	Chaku New(Arrival)	13000	12000	1000
	Khurpa	2675	2675	Unch
	Laddu	2900	2625	275
	Rascut	2700	2675	25
Maharashtra	Lal Variety	3075	3075	Unch

	Kolhapur	3800	-	-
Bangalore	Achhu	3000	3000	Unch
	Mudde	3200	3200	Unch
Belgaum	Mudde	-	3100	-
Belthangadi	Yellow (Average)	3100	-	-
Bijapur	Achhu	3050	-	-
Gulbarga	Other (Average)	3000	3000	Unch
Mahalingapura	Penti (Average)	3040	-	-
Mandya	Achhu (Medium)	3100	3000	100
	Kurikatu (Medium)	2600	2600	Unch
	Other (Medium)	2650	2650	Unch
	Yellow (Medium)	3000	2950	50
Shimoga	Achhu (Average)	3275	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	22-Apr-13	20-Apr-13	Change
Dorala	M-30	3190	3220	-30
Mawana	M-30	3180	3210	-30
Khatauli	M-30	3170	3200	-30
Modinagar	M-30	3170	3190	-20
Malakpur	M-30	3145	3165	-20
Simbholi	M-30	3270	3265	5
Asamoli	M-30	3250	3260	-10
Dhanora	M-30	3220	3230	-10
Dhampur	M-30	3170	3200	-30
Kinnoni	M-31	3280	3295	-15
Budhana	M-31	3190	3210	-20
Thanabhavan	M-31	3190	3210	-20
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	22-Apr-13	20-Apr-13	Change
Baghpat	M-30	3160	3170	-10
Gajraula	M-30	3140	3150	-10
BulandShahar	M-30	3170	3190	-20
Anupshahar	M-30	3125	3130	-5
UP Government Mills Tender Rates				
Centre	Origin/Grade	22-Apr-13	20-Apr-13	Change
Morna	M-30	3150	3160	-10
Nanotha	M-30	3140	3150	-10
Nazibabad	M-30	3130	3140	-10
Sakoti	M-30	3160	3160	Unch

Amroha	M-30	3170	3190	-20
Chandpur	M-31	3160	3170	-10

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	20-Apr-13
PRASAD	S.PP	3010
RAHURI	S.PP	3015.00-3020.00
	M.PP	3055.00-3060.00
AGASTI	S1.PP	3053.00-354.00
	M.PP	3183.00-3185.00
SHRIGONDA	S.JB	3061
DAUND AGRO	S.PP	2995
	S1.PP	3005
BIDRI	S1.JK	2968.00 OPEN
	S2.PP	2938.00 OPEN

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