

Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key sugar spot markets on Tuesday. Markets are waiting for summer demand which would led the sugar prices up. Presently, millers stop tendering at lower quotes as reported.
- Brazil sugar millers are diverting the sugar/ethanol ratio this year to 35:65 from 41:59 after record high prices of gasoline. In addition to it, lowering taxes on ethanol also encourage the millers to go for more ethanol production than sugar.
- Sugarcane sowing has picked up pace in various cane growing areas of UP as wheat harvesting likely to windup in 7-10 days.
- Gur Chaku variety price declined today owing to higher arrivals compared to prior day.
- Market is now seeing some downside in the gur prices owing to early closing of cane crushing operations by various sugar mills which led the cane diverted towards jaggery production as reported.
- Total around 1171000 bags of gur (40kg each) stored in cold storages till 29th April 2013 lower from 1418000 bags of gur at last year same period (40kg each). Out of total 1171000 bags of gur, around 698000 bags of Chaku gur, 132000 bags of Rascut, and 177000 bags of Papdi, stored in the cold storages as reported.

Outlook:

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.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
May-13	Unch	2941	2950	2935	2938
June-13	-7	2967	2979	2961	2962
July-13	-2	3005	3009	2992	2995

Contract	Volume	Change	OI	Change
May-13	7090	-6170	34420	-3300
June-13	7090	1780	29150	1480
July-13	3590	1840	13410	1120

Spread	May-13	June-13	July-13
Basis	87		
May-13		24	57
June-13			33

Stocks	Demat	In-Process	Total	FED
	29.4.13	29.4.13	29.4.13	29.4.13
Kolhapur M	8541	400	8541	8141
Kolhapur S	-	-	-	-
Sangli M	3681	0	3681	3681

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Aug	500	502	498.1	501.7	1.2
13-Oct	493.2	495.4	491.1	495.2	1.9
13-Dec	499.3	501.2	497	501	1.7

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
July-13	3	1304.5	1308.5	1302	1305
Sept-13	3.5	1357	1360	1353	1357
Nov-13	4.5	1220	1230	1220	1225

Contract	Volume	Change	OI	Change
July-13	5890	-3170	11180	820
Sept-13	1090	-540	4030	-130
Nov-13	240	170	150	40

Spread	July-13	Sept-13	Nov-13
Basis	-181		
July-13		52	-80
Sept-13			-132

Gur Stock Position	Chaku	Raskut	Papdi	Total
2013	698000	132000	177000	1171000
2012	948000	162000	187000	1418000

*Stock Positions stored in Warehouses are till 29th Apr 2013 (All figures in Bags 40 kg each)

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-May	17.35	17.55	17.13	17.49	0.13
13-Jul	17.42	17.54	17.26	17.45	0.03
13-Oct	17.81	17.92	17.67	17.84	0.04

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	388	+7.00
Raw Sugar C&F (\$/MT)	Black Sea	424	+7.00
Sugar White FOB (\$/MT)	Santos Port	503	+7.00

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'13/July'13	116.50	-
Oct'13/Oct'13	101.50	-
Dec'13/Oct'13	107.25	-

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	19.97	-
Brazil Anhydrous	21.18	-
Brazil Hydrous	19.61	-

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		30-Apr-13	29-Apr-13	
Sugar	Delhi - Grade M	3290	3290	Unch
	Delhi - Grade S	3220	3220	Unch
	Delhi - Grade L	3320	3320	Unch
	UP- Khatauli Grade M	3260	3260	Unch
	UP- Ramala Grade M	-	-	-
	UP- Dhampur Grade M Ex-Mill	3120	3120	Unch
	UP- Dhampur Grade S Ex-Mill	3100	3100	Unch
	UP- Dhampur Grade L Ex-Mill	3170	3170	Unch
	Mumbai –Grade M	3381	3321	60
	Mumbai –Grade S	3182	3161	21
	Kolhapur – Grade M	3025	3000	25
	Kolhapur – Grade S	2925	2925	Unch
	Vijayawada – Grade M	3550	3550	Unch
	Vijayawada- Grade S	3450	3450	Unch
	Nagpur – Grade S	-	-	-
	Kolkata – Grade M	-	-	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3015	3015	-
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3000	3000	Unch
	Chennai - Grade S	3050	3050	Unch

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

Gur Spot Prices (Rs/Qtl)				
		30-Apr-13	29-Apr-13	
Muzaffar Nagar	Chaku	2813	3000	-187
	Chaku New(Arrival)	6000	4000	2000
	Khurpa	2638	2750	-112
	Laddu	2850	2900	-50
	Rascut	2675	2750	-75
Maharashtra	Lal Variety	3075	3075	Unch

	Kolhapur	-	-	-
Bangalore	Achhu	3000	3000	Unch
	Mudde	3200	3200	Unch
Belgaum	Mudde	-	2900	-
Belthangadi	Yellow (Average)	3300	3300	Unch
Bijapur	Achhu	-	3100	-
Gulbarga	Other (Average)	2850	2850	Unch
Mahalingapura	Penti (Average)	3100	3040	60
Mandya	Achhu (Medium)	3100	3100	Unch
	Kurikatu (Medium)	2550	2550	Unch
	Other (Medium)	2600	2650	-50
	Yellow (Medium)	2950	3000	-50
Shimoga	Achhu (Average)	3340	3225	115

UP Private Mills Tender Rates				
Centre	Origin/Grade	30-Apr-13	29-Apr-13	Change
Dorala	M-30	3150	3150	Unch
Mawana	M-30	3145	3145	Unch
Khatauli	M-30	3150	3150	Unch
Modinagar	M-30	3145	3145	Unch
Malakpur	M-30	3125	3125	Unch
Simbholi	M-30	3240	3240	Unch
Asamoli	M-30	3225	3225	Unch
Dhanora	M-30	3210	3210	Unch
Dhampur	M-30	3115	3115	Unch
Kinnoni	M-31	3265	3265	Unch
Budhana	M-31	3165	3165	Unch
Thanabhavan	M-31	3165	3165	Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	30-Apr-13	29-Apr-13	Change
Baghpat	M-30	3150	3150	Unch
Gajraula	M-30	3130	3130	Unch
BulandShahar	M-30	3150	3150	Unch
Anupshahar	M-30	3110	3110	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	30-Apr-13	29-Apr-13	Change
Morna	M-30	3140	3140	Unch
Nanotha	M-30	3130	3130	Unch
Nazibabad	M-30	3120	3120	Unch
Sakoti	M-30	3140	3140	Unch

Amroha	M-30	3150	3150	Unch
Chandpur	M-31	3140	3140	Unch

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