

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments witnessed in key sugar spot markets on Tuesday.
- Sugar exports deals has been done which bound to Saudi Arabia as reported.
- Rumors are hovering in the market for increase in sugar (both raw and white) import duty from 10 to 30 percent, if done then prices would increase sharply in domestic markets as expected.
- Vashi sugar market likely to re-open tomorrow as reported. It is notable that vashi sugar market closed from last couple of weeks over the protest of LBT.
- UP sugar production stood at 7.47 million tons for 2012-13 that is 0.5 million tons below the target set by state government. Lower than expected sugar production is due to lower recovery of sugar from cane.
- Sugarcane has been planted in 40.3 lakh hectare as compared to 45.54 lakh hectare at this time last year. Less area is reported mainly in Karnataka, Maharashtra, Tamil Nadu and Uttar Pradesh.
- Gur prices declined today in Muzaffar nagar spot market owing to higher arrivals compared to prior day.
- 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. However, prices should move up in the coming days keeping in view close of crushing by millers and increasing summer sugar demand.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
May-13	24	3041	3085	3041	3085
June-13	19	3047	3065	3028	3058
July-13	13	3065	3087	3059	3080

Contract	Volume	Change	OI	Change
May-13	1830	1470	4520	-300
June-13	13860	5640	28710	-1520
July-13	5660	2910	22480	790

Spread	May-13	June-13	July-13
Basis	-35		
May-13		-27	-5
June-13			22

Stocks	Demat	In-Process	Total	FED
	14.5.13	14.5.13	14.5.13	13.5.13
Kolhapur M	5715	300	6015	5715
Kolhapur S	-	-	-	-
Sangli M	3052	0	3052	3052

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Aug	485.5	485.7	477.1	478	-7.1
13-Oct	487.6	487.6	480.1	481	-6.6
13-Dec	494	494	487.7	488.7	-5.2

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
July-13	2.5	1260.5	1267.5	1257	1267
Sept-13	2.5	1318	1325	1314	1324
Nov-13	7	1207.5	1210	1201.5	1202

Contract	Volume	Change	OI	Change
July-13	5740	-1340	13130	-180
Sept-13	1290	-370	4200	0
Nov-13	180	140	230	50

Spread	July-13	Sept-13	Nov-13
Basis	-7		
July-13		57	-65
Sept-13			-122

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-Jul	17.25	17.29	17	17.02	-0.23
13-Oct	17.59	17.66	17.39	17.4	-0.23
14-Mar	18.51	18.58	18.35	18.37	-0.2

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	379.75	-
Raw Sugar C&F (\$/MT)	Black Sea	415.75	-
Sugar White FOB (\$/MT)	Santos Port	494.75	-

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'13/July'13	113.00	
Oct'13/Oct'13	101.25	
Dec'13/Oct'13	106.50	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	19.89	
Brazil Anhydrous	21.18	
Brazil Hydrous	19.61	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		15-May-13	14-May-13	
Sugar	Delhi - Grade M	3280	3280	Unch
	Delhi - Grade S	3200	3200	Unch
	Delhi - Grade L	3310	3310	Unch
	UP- Khatauli Grade M	3240	3230	10
	UP- Ramala Grade M	3200	3200	Unch
	UP- Dhampur Grade M Ex-Mill	3100	3120	-20
	UP- Dhampur Grade S Ex-Mill	3080	3100	-20
	UP- Dhampur Grade L Ex-Mill	3150	3170	-20
	Mumbai –Grade M	Closed	Closed	-
	Mumbai –Grade S	Closed	Closed	-
	Kolhapur – Grade M	3050	3050	Unch
	Kolhapur – Grade S	2950	2950	Unch
	Vijayawada – Grade M	3500	3500	Unch
	Vijayawada- Grade S	3400	3400	Unch
	Nagpur – Grade S	3250	3300	-50
	Kolkata – Grade M	3320	3320	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	-	-	-
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-
	Chennai - Grade S	3100	3085	15

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

Gur Spot Prices (Rs/Qtl)				
		15-May-13	14-May-13	
Muzaffar Nagar	Chaku	3150	3163	-13
	Chaku New(Arrival)	2500	1500	1000
	Khurpa	2800	2825	-25
	Laddu	3013	3000	13
	Rascut	2750	2825	-75
Maharashtra	Lal Variety	3075	3075	Unch

	Kolhapur	-	-	-
Bangalore	Achhu	2900	300	2600
	Mudde	3000	3200	-200
Belgaum	Mudde	3000	-	-
Belthangadi	Yellow (Average)	3500	3400	100
Bijapur	Achhu	-	3050	-
Gulbarga	Other (Average)	-	3000	-
Mahalingapura	Penti (Average)	3200	3100	100
Mandya	Achhu (Medium)	2950	2900	50
	Kurikatu (Medium)	2450	2500	-50
	Other (Medium)	2500	2550	-50
	Yellow (Medium)	2800	2850	-50
Shimoga	Achhu (Average)	3625	3600	25

UP Private Mills Tender Rates				
Centre	Origin/Grade	15-May-13	14-May-13	Change
Dorala	M-30	3140	3145	-5
Mawana	M-30	3140	3140	Unch
Khatauli	M-30	3135	3140	-5
Modinagar	M-30	3125	3135	-10
Malakpur	M-30	3105	3115	-10
Simbholi	M-30	3230	3240	-10
Asamoli	M-30	3215	3220	-5
Dhanora	M-30	3135	3135	Unch
Dhampur	M-30	3100	3120	-20
Kinnoni	M-31	3250	3255	-5
Budhana	M-31	3150	3155	-5
Thanabhavan	M-31	3145	3155	-10
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	15-May-13	14-May-13	Change
Baghpat	M-30	3100	3110	-10
Gajraula	M-30	3080	3090	-10
BulandShahar	M-30	3110	3120	-10
Anupshahar	M-30	3080	3080	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	15-May-13	14-May-13	Change
Morna	M-30	3090	3100	-10
Nanotha	M-30	3080	3090	-10
Nazibabad	M-30	3080	3090	-10
Sakoti	M-30	3100	3110	-10

Amroha	M-30	3110	3120	-10
Chandpur	M-31	3100	3100	Unch

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>

© 2013 Indian Agribusiness Systems Pvt Ltd.