

Sugar & Gur Domestic & International Fundamentals

- Steady sentiments witnessed in key sugar spot markets from last couple of days as markets could not find adequate cues to decide the prices either side.
- Thailand sugar production crossed 10 million tons mark as reported.
- Government ruled out any possibility of hike in sugar import duty this year as reported.
- China sugar imports likely to decline to 3 million tons in 2013-14 which was 3.7 million tons last year.
- Recently, Cargill made some active buying of sugar from Delhi market as reported.
- 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.
- Gur prices improved today in Muzaffar nagar spot market due to lower 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	-18	-	3053	3053	3053
June-13	-16	3070	3070	3046	3055
July-13	-9	3091	3104	3078	3092

Contract	Volume	Change	OI	Change
May-13	0	-10	1160	0
June-13	6100	-4110	25870	1530
July-13	3670	-2010	22050	-250

Spread	May-13	June-13	July-13
Basis	-13		
May-13		2	39
June-13			37

Stocks	Demat	In-Process	Total	FED
	17.5.13	17.5.13	17.5.13	13.5.13
Kolhapur M	4652	610	5262	5715
Kolhapur S	-	-	-	-
Sangli M	1573	0	1573	3052

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Aug	478.7	480	474.5	477.5	1.3
13-Oct	479.2	480.5	475.3	477.7	0.8
13-Dec	485	486.3	482.3	484.2	0.9

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
July-13	2.5	1266	1272	1235.5	1271
Sept-13	1	1320.5	1329	1314	1328.5
Nov-13	-10	1201	1204	1176	1195.5

Contract	Volume	Change	OI	Change
July-13	6440	3830	11860	-360
Sept-13	1350	880	4380	180
Nov-13	40	40	260	30

Spread	July-13	Sept-13	Nov-13
Basis	49		
July-13		57.5	-75.5
Sept-13			-133

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	16.83	17	16.82	16.89	0.06
13-Oct	17.2	17.35	17.16	17.21	0.04
14-Mar	18.11	18.27	18.09	18.13	0.02

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	361.75	-
Raw Sugar C&F (\$/MT)	Black Sea	397.75	-
Sugar White FOB (\$/MT)	Santos Port	464.00	-

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
		18-May-13	17-May-13	
Sugar	Delhi - Grade M	3290	3290	Unch
	Delhi - Grade S	3210	3210	Unch
	Delhi - Grade L	3310	3310	Unch
	UP- Khatauli Grade M	3230	3230	Unch
	UP- Ramala Grade M	3170	3170	Unch
	UP- Dhampur Grade M Ex-Mill	3100	3100	Unch
	UP- Dhampur Grade S Ex-Mill	3080	3080	Unch
	UP- Dhampur Grade L Ex-Mill	3150	3150	Unch
	Mumbai –Grade M	Closed	Closed	-
	Mumbai –Grade S	Closed	Closed	-
	Kolhapur – Grade M	3040	3050	-10
	Kolhapur – Grade S	2940	2950	-10
	Vijayawada – Grade M	3500	3500	Unch
	Vijayawada- Grade S	3400	3400	Unch
	Nagpur – Grade S	Closed	Closed	-
	Kolkata – Grade M	3320	3320	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	-	-	-
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-
	Chennai - Grade S	3100	3100	Unch

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

Gur Spot Prices (Rs/Qtl)				
		18-May-13	17-May-13	
Muzaffar Nagar	Chaku	3303	3238	65
	Chaku New(Arrival)	3000	4000	-1000
	Khurpa	2838	2813	25
	Laddu	3013	3038	-25
	Rascut	2875	2850	25
Maharashtra	Lal Variety	3075	3075	Unch

	Kolhapur	-	-	-
Bangalore	Achhu	2900	3000	-100
	Mudde	3000	3200	-200
Belgaum	Mudde	3100	3000	100
Belthangadi	Yellow (Average)	-	3500	-
Bijapur	Achhu	-	3100	-
Gulbarga	Other (Average)	2900	2900	Unch
Mahalingapura	Penti (Average)	-	3110	-
Mandya	Achhu (Medium)	-	2900	-
	Kurikatu (Medium)	-	2450	-
	Other (Medium)	-	2450	-
	Yellow (Medium)	-	2800	-
Shimoga	Achhu (Average)	-	3650	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	18-May-13	17-May-13	Change
Dorala	M-30	3140	3140	Unch
Mawana	M-30	3140	3140	Unch
Khatauli	M-30	3135	3135	Unch
Modinagar	M-30	3125	3125	Unch
Malakpur	M-30	3105	3105	Unch
Simbholi	M-30	3230	3230	Unch
Asamoli	M-30	3215	3215	Unch
Dhanora	M-30	3135	3135	Unch
Dhampur	M-30	3100	3100	Unch
Kinnoni	M-31	3250	3250	Unch
Budhana	M-31	3150	3150	Unch
Thanabhavan	M-31	3145	3145	Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	18-May-13	17-May-13	Change
Baghpat	M-30	3100	3100	Unch
Gajraula	M-30	3080	3080	Unch
BulandShahar	M-30	3110	3110	Unch
Anupshahar	M-30	3080	3080	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	18-May-13	17-May-13	Change
Morna	M-30	3090	3090	Unch
Nanotha	M-30	3080	3080	Unch
Nazibabad	M-30	3080	3080	Unch
Sakoti	M-30	3100	3100	Unch

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

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