

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.
- 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 remained unchanged today in Muzaffar nagar spot market 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. 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
June-13	14	3065	3075	3039	3069
July-13	14	3095	3110	3080	3106
Aug-13	4	3148	3160	3138	3160

Contract	Volume	Change	OI	Change
June-13	7000	900	25090	-780
July-13	7750	4080	19830	-2220
Aug-13	1420	-920	7850	330

Spread	June-13	July-13	Aug-13
Basis	-19		
June-13		37	91
July-13			54

Stocks	Demat	In-Process	Total	FED
	18.5.13	18.5.13	18.5.13	13.5.13
Kolhapur M	5261	0	5261	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	-4.5	1271	1272	1262.5	1266.5
Sept-13	-2.5	1327	1327	1321	1326
Nov-13	-	-	-	-	-

Contract	Volume	Change	OI	Change
July-13	2460	-3980	11940	80
Sept-13	600	-750	4410	30
Nov-13	0	-40	260	0

Spread	July-13	Sept-13	Nov-13
Basis	53.5		
July-13		59.5	-71
Sept-13			-130.5

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
		20-May-13	18-May-13	
Sugar	Delhi - Grade M	3250	3290	-40
	Delhi - Grade S	3200	3210	-10
	Delhi - Grade L	3280	3310	-30
	UP- Khatauli Grade M	3230	3230	Unch
	UP- Ramala Grade M	3190	3170	20
	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	3050	3040	10
	Kolhapur – Grade S	2950	2940	10
	Vijayawada – Grade M	3500	3500	Unch
	Vijayawada- Grade S	3400	3400	Unch
	Nagpur – Grade S	Closed	Closed	-
	Kolkata – Grade M	3220	3320	-100
	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)				
		20-May-13	18-May-13	
Muzaffar Nagar	Chaku	3303	3303	Unch
	Chaku New(Arrival)	1500	3000	-1500
	Khurpa	2875	2838	37
	Laddu	3025	3013	12
	Rascut	2850	2875	-25
Maharashtra	Lal Variety	3150	3075	75

	Kolhapur	-	-	-
Bangalore	Achhu	2900	2900	Unch
	Mudde	3000	3000	Unch
Belgaum	Mudde	3100	3100	Unch
Belthangadi	Yellow (Average)	-	-	-
Bijapur	Achhu	3200	-	-
Gulbarga	Other (Average)	-	2900	-
Mahalingapura	Penti (Average)	3080	-	-
Mandya	Achhu (Medium)	2850	-	-
	Kurikatu (Medium)	2450	-	-
	Other (Medium)	2550	-	-
	Yellow (Medium)	2800	-	-
Shimoga	Achhu (Average)	3650	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	20-May-13	18-May-13	Change
Dorala	M-30	3140	3140	Unch
Mawana	M-30	3140	3140	Unch
Khatauli	M-30	3120	3135	-15
Modinagar	M-30	3120	3125	-5
Malakpur	M-30	3095	3105	-10
Simbholi	M-30	3215	3230	-15
Asamoli	M-30	3200	3215	-15
Dhanora	M-30	3130	3135	-5
Dhampur	M-30	3100	3100	Unch
Kinnoni	M-31	3260	3250	10
Budhana	M-31	3150	3150	Unch
Thanabhavan	M-31	3145	3145	Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	20-May-13	18-May-13	Change
Baghpat	M-30	3100	3100	Unch
Gajraula	M-30	3080	3080	Unch
BulandShahar	M-30	3115	3110	5
Anupshahar	M-30	3070	3080	-10
UP Government Mills Tender Rates				
Centre	Origin/Grade	20-May-13	18-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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