

## Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key sugar spot markets on Thursday as markets could find adequate cues to decide the prices either side.
- Sugar prices might drop further in International bourses as increasing demand of ethanol led the millers from Brazil to shift the cane to make more ethanol than sugar. Presently, millers are using 45:55 ratio for producing sugar and ethanol respectively.
- In a major turnaround, sugar mills fetch Rs 36-37 per litre for ethanol supply to Oil Market companies (OMCs). This would increase the profitability of sugar companies which are presently suffering from decreasing sugar prices.
- Sugar stock is going to dry up in ration shops in 15 states as many states not take any steps on the guidelines issued by Central government to procure sugar from Open markets. Some states already start procuring sugar from mills as reported. It is notable that Centre has abolished the levy sugar quota mechanism made for PDS. Central government decides to give Rs. 18.50 per kg to state government which would procure sugar from mills at Rs. 32 per kg as reported. States have the obligation to provide sugar at Rs 13.5 per kg for Public distribution.
- Gur prices are moving in a range overall owing to balanced supply and demand.
- 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	-3	3020	3020	3007	3016
July-13	-5	3061	3061	3050	3056
Aug-13	-9	3107	3115	3102	3105

Contract	Volume	Change	OI	Change
June-13	1540	-2380	20220	-520
July-13	2310	-1060	21270	280
Aug-13	470	-1660	12770	170

Spread	June-13	July-13	Aug-13
Basis	9		
June-13		40	89
July-13			49

Stocks	Demat	In-Process	Total	FED
	29.5.13	29.5.13	29.5.13	27.5.13
Kolhapur M	5261	0	5261	5261
Kolhapur S	-	-	-	-
Sangli M	1572	0	1572	1572
Delhi M	0	99	99	-

## LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Aug	475.50	478.30	474.00	475	-1.20
13-Oct	470.50	473.10	469.00	469	-2.20
13-Dec	478	480.6	475.9	476.5	-3

## NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
July-13	4	1254	1264.5	1253.5	1258.5
Sept-13	4	1320	1329	1317.5	1322.5
Nov-13	-	-	-	-	-

Contract	Volume	Change	OI	Change
July-13	2770	250	11580	-260
Sept-13	1190	630	4900	230
Nov-13	0	-100	350	0

Spread	July-13	Sept-13	Nov-13
Basis			
July-13			
Sept-13			

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

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

## ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Jul	16.72	16.82	16.61	16.67	-0.05
13-Oct	17	17.12	16.92	16.96	-0.08
14-Mar	18.01	18.08	17.87	17.9	-0.11

## Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	368.5	+1.25
Raw Sugar C&F (\$/MT)	Black Sea	404.5	+1.25
Sugar White FOB (\$/MT)	Santos Port	468.50	Unch

## Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'13/July'13	103.75	
Oct'13/Oct'13	96	
Dec'13/Oct'13	103.25	

## Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	19.06	
Brazil Anhydrous	20.55	
Brazil Hydrous	18.64	

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		30-May-13	29-May-13	
Sugar	Delhi - Grade M	3250	3250	Unch
	Delhi - Grade S	3200	3200	Unch
	Delhi - Grade L	3300	3300	Unch
	UP- Khatauli Grade M	3200	3200	Unch
	UP- Ramala Grade M	3180	3180	Unch
	UP- Dhampur Grade M Ex-Mill	3200	3200	Unch
	UP- Dhampur Grade S Ex-Mill	3080	3080	Unch
	UP- Dhampur Grade L Ex-Mill	3150	3150	Unch
	Mumbai –Grade M	3238	3238	Unch
	Mumbai –Grade S	3102	3131	-29
	Kolhapur – Grade M	3025	3025	Unch
	Kolhapur – Grade S	2925	2925	Unch
	Vijayawada – Grade M	3530	3530	Unch
	Vijayawada- Grade S	3420	3420	Unch
	Nagpur – Grade S	3230	3250	-20
	Kolkata – Grade M	3300	3300	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3200	3200	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3200	3200	Unch
	Chennai - Grade S	3075	3075	Unch
Sugar Prices are in INR/Quintal. (1 Quintal=100 kg				
Gur Spot Prices (Rs/Qtl)				
		30-May-13	29-May-13	
Muzaffar Nagar	Chaku	-	3200	-
	Chaku New(Arrival)	400	600	-200
	Khurpa	3000	2900	100
	Laddu	3200	3125	75
	Rascut	-	-	-
Maharashtra	Lal Variety	3100	3150	-50
	Kolhapur	-	-	-

Bangalore	Achhu	2900	2900	Unch
	Mudde	3000	3000	Unch
Belgaum	Mudde	3000	3000	Unch
Belthangadi	Yellow (Average)	2800	2800	Unch
Bijapur	Achhu	3100	-	-
Gulbarga	Other (Average)	2900	3000	-100
Mahalingapura	Penti (Average)	3140	3150	-10
Mandya	Achhu (Medium)	2850	2850	Unch
	Kurikatu (Medium)	2500	2500	Unch
	Other (Medium)	2550	2550	Unch
	Yellow (Medium)	2850	2800	50
Shimoga	Achhu (Average)	3650	3675	-25

## UP Private Mills Tender Rates

Centre	Origin/Grade	30-May-13	29-May-13	Change
Dorala	M-30	3135	3135	Unch
Mawana	M-30	3135	3135	Unch
Khatauli	M-30	3120	3120	Unch
Modinagar	M-30	3115	3115	Unch
Malakpur	M-30	3085	3085	Unch
Simbholi	M-30	3205	3205	Unch
Asamoli	M-30	3185	3185	Unch
Dhanora	M-30	3130	3130	Unch
Dhampur	M-30	3085	3085	Unch
Kinnoni	M-31	3245	3245	Unch
Budhana	M-31	3130	3130	Unch
Thanabhavan	M-31	3130	3130	Unch

## UP Cooperative Mills Tender Rates

Centre	Origin/Grade	30-May-13	29-May-13	Change
Baghpat	M-30	3090	3090	Unch
Gajraula	M-30	3070	3070	Unch
BulandShahar	M-30	3100	3100	Unch
Anupshahar	M-30	3060	3060	Unch

## UP Government Mills Tender Rates

Centre	Origin/Grade	30-May-13	29-May-13	Change
Morna	M-30	3080	3080	Unch
Nanotha	M-30	3070	3070	Unch
Nazibabad	M-30	3070	3070	Unch
Sakoti	M-30	3090	3090	Unch
Amroha	M-30	3100	3100	Unch
Chandpur	M-31	3070	3070	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	29-May-13
PATHRI	S/30	2950
GURUDATTA	S1.PP	2990
	M.PP-M2.PP	3115.00-3040.00
RAHURI	S.PP	2971
MALEGAON	S.PP-JK	2943.00-2958.00
	S.JB	2978
RAHURI	S/30	2971
BARAMATI AGRO	S/30	3000
	SUP S/30	3020
TAKLI SIKANDAR	S/30	2998
	M/30	3098
SIDDHI SUGAR	S/30	2968
HUTATMA	S2.PP-S1.PP	2938.00-2958.00
	M.PP	3063.00 OPEN
PUSHPA NANDURBAR	S.PP-JB	3051.00-3081.00
	M.JB	3181.00 OPEN
INDIAN	S.JK	2883
AKKALKOT	OLD S.PP	2838..00
	S.PP	2998

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