

## Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Friday as markets could find adequate cues to decide the prices either side.
- Pakistan sugar is quoted at Rs 3240 per quintal at Atari border as reported.
- State government invites tender to buy sugar from the open market. However, some states ask central government to increase the sugar subsidy to Rs. 22.60 per kg from existing Rs.18.50 per quintal.
- 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.
- 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  | 2   | 3020 | 3023 | 3010 | 3019  |
| July-13  | 1   | 3061 | 3061 | 3050 | 3059  |
| Aug-13   | 2   | 3100 | 3108 | 3098 | 3107  |

| Contract | Volume | Change | OI    | Change |
|----------|--------|--------|-------|--------|
| June-13  | 2500   | 960    | 19400 | -820   |
| July-13  | 2630   | 320    | 21370 | 100    |
| Aug-13   | 520    | 50     | 12710 | -60    |

| Spread  | June-13 | July-13 | Aug-13 |
|---------|---------|---------|--------|
| Basis   | -19     |         |        |
| June-13 |         | 40      | 88     |
| July-13 |         |         | 48     |

| Stocks     | Demat   | In-Process | Total   | FED     |
|------------|---------|------------|---------|---------|
|            | 29.5.13 | 29.5.13    | 30.5.13 | 30.5.13 |
| Kolhapur M | 5261    | 0          | 3792    | 0       |
| Kolhapur S | -       | -          | -       | -       |
| Sangli M   | 1572    | 0          | 1072    | 0       |
| Delhi M    | 0       | 99         | 0       | 99      |

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

| Contract | Open  | High  | Low   | Close | +/- |
|----------|-------|-------|-------|-------|-----|
| 13-Aug   | 478   | 479.7 | 477.1 | 478   | 2.6 |
| 13-Oct   | 471.9 | 472.2 | 469.5 | 470   | 0.6 |
| 13-Dec   | 478.6 | 478.9 | 476.2 | 476.8 | 0.3 |

## NCDEX Gur Future Quotes:

| Contract | +/- | Open | High | Low    | Close |
|----------|-----|------|------|--------|-------|
| July-13  | 2.5 | 1261 | 1264 | 1256.5 | 1261  |
| Sept-13  | 1.5 | 1326 | 1328 | 1320   | 1325  |
| Nov-13   | 2.5 | 1215 | 1215 | 1213   | 1214  |

| Contract | Volume | Change | OI    | Change |
|----------|--------|--------|-------|--------|
| July-13  | 3770   | 1000   | 11690 | 110    |
| Sept-13  | 1070   | -120   | 4790  | -110   |
| Nov-13   | 30     | 30     | 350   | 0      |

| Spread  | July-13 | Sept-13 | Nov-13 |
|---------|---------|---------|--------|
| Basis   | -61     |         |        |
| July-13 |         | 64      | -47    |
| Sept-13 |         |         | -111   |

| 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   | 16.69 | 16.78 | 16.63 | 16.65 | -0.02 |
| 13-Oct   | 16.97 | 17.04 | 16.92 | 16.93 | -0.03 |
| 14-Mar   | 17.92 | 17.99 | 17.86 | 17.87 | -0.03 |

## 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 |
|-----------|---|-----------------|-----------|--------|
|           |   | 31-May-13       | 30-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                            | 3220            | 3200      | 20     |
|           | UP- Ramala Grade M                              | 3190            | 3180      | 10     |
|           | 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                                 | 3252            | 3238      | 14     |
|           | Mumbai –Grade S                                 | 3106            | 3102      | 4      |
|           | Kolhapur – Grade M                              | 3000            | 3025      | -25    |
|           | Kolhapur – Grade S                              | 2925            | 2925      | Unch   |
|           | Vijayawada – Grade M                            | 3530            | 3530      | Unch   |
|           | Vijayawada- Grade S                             | 3420            | 3420      | Unch   |
|           | Nagpur – Grade S                                | 3210            | 3230      | -20    |
|           | Kolkata – Grade M                               | 3295            | 3300      | -5     |
|           | 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) |                 |           |           |      |
|--------------------------|-----------------|-----------|-----------|------|
|                          |                 | 31-May-13 | 30-May-13 |      |
| Muzaffar Nagar           | Chaku(Cold)     | 3000      | -         | -    |
|                          | Chaku (Arrival) | 200       | 400       | -200 |
|                          | Khurpa          | 2950      | 3000      | -50  |
|                          | Laddu           | 3000      | 3200      | -200 |
|                          | Rascut(Cold)    | 2800      | -         | -    |
| Maharashtra              | Lal Variety     | 3100      | 3100      | Unch |

|               |                   |      |      |      |
|---------------|-------------------|------|------|------|
|               | Kolhapur          | -    | -    | -    |
| Bangalore     | Achhu             | 2900 | 2900 | Unch |
|               | Mudde             | 3000 | 3000 | Unch |
| Belgaum       | Mudde             | 3000 | 3000 | Unch |
| Belthangadi   | Yellow (Average)  | 2700 | 2800 | -100 |
| Bijapur       | Achhu             | 3000 | 3100 | -100 |
| Gulbarga      | Other (Average)   | 2950 | 2900 | 50   |
| Mahalingapura | Penti (Average)   | 3160 | 3140 | 20   |
| Mandya        | Achhu (Medium)    | 2800 | 2850 | -50  |
|               | Kurikatu (Medium) | 2500 | 2500 | Unch |
|               | Other (Medium)    | 2500 | 2550 | -50  |
|               | Yellow (Medium)   | 2800 | 2850 | -50  |
| Shimoga       | Achhu (Average)   | 3625 | 3650 | -25  |

| UP Private Mills Tender Rates     |              |           |           |        |
|-----------------------------------|--------------|-----------|-----------|--------|
| Centre                            | Origin/Grade | 31-May-13 | 30-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 | 31-May-13 | 30-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 | 31-May-13 | 30-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 |

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