

Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key sugar spot markets on Friday.
- India's overall sugar production in 2013-14 which will start from October 2013 is likely to be down about 5% from previous year production of 25 million tonnes, the shortfall of sugar production is mainly due to drought in major growing states Maharashtra.
- Sugarcane production in Thailand, world's second largest exporter is expected to boost up by 10% due to better expectation of yield in this year.
- Total area sown under sugarcane as on July 05th 2013 reached at 49.39 lakh hectare which is around 1.7 lakh hectares behind by area sown in same period last year.
- Indian trade houses and refiners continue sugar import shipments from Brazil considering import parity despite depreciation of Rupee. However, recent hike in sugar import duty from 10 percent to 15 percent might discourage the refiners due to disparity. In addition to it, increasing sugar prices in International arena from last couple of weeks dampen the sugar import possibilities as expected.
- India has imported 2.74 lac tons of raw sugar in June month mainly from Brazil which is lower from 3.06 lac tons of raw sugar imported (mainly from Brazil) in May 2013. Imported raw sugar mainly landed at Kolkata and Kandla port as reported
- Steady sentiments recorded for gur prices in Muzaffar nagar spot market on Friday.

Outlook:

Sugar prices likely to move in a range with firm tone in the coming month. Expected sugar summer demand would drive the prices upwards. Any change in sugar policies by government like hike in sugar import duty would change the direction of the sugar prices in future.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
July-13	6.00	2965.00	2970.00	2965.00	2970.00
Aug-13	1.00	3041.00	3043.00	3035.00	3041.00
Sept-13	-1.00	3075.00	3082.00	3072.00	3076.00

Contract	Volume	Change	OI	Change
June-13	300	-230	330	-260
July-13	1,840	-410	41360	-70
Aug-13	590	-520	16300	-240

Spread	July-13	Aug-13	Sept-13
Basis	95		
July-13		-75	-35
Aug-13			41

Stocks	Demat 11.7.13	In-Process 11.7.13	Total 11.7.13	FED 8.7.13
Kolhapur M	6387	0	6387	7697
Kolhapur S	-	-	-	-
Sangli M	1022	0	1022	1022
Delhi M	2548	0	2548	2548

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Oct	471.4	471.6	461.1	461.9	-8
13-Dec	469.3	469.4	460.5	461.8	-6.8
14-Mar	471.2	471.3	464.5	465.4	-5

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
July-13	1.00	1199.50	1200.00	1196.00	1200.00
Sept-13	7.00	1249.00	1259.00	1246.50	1259.00
Nov-13	3.00	1157.50	1160.00	1152.50	1160.00

Contract	Volume	Change	OI	Change
July-13	730	160	810	-320
Sept-13	4,480	-3210	10430	20
Nov-13	110	-140	830	50

Spread	July-13	Sept-13	Nov-13
Basis	-15		
July-13		38.5	-44.5
Sept-13			-83

Gur Stock Position	Chaku	Raskut	Papdi	Total
2013	711300	125000	180000	1148500
2012	796600	128000	135000	1197500

*Stock Positions stored in Warehouses are till 10th June 2013 (All figures in Bags 40 kg each)

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Oct	16.24	16.33	16.08	16.1	-0.15
14-Mar	17.05	17.13	16.87	16.9	-0.15
14-May	17.02	17.12	16.87	16.89	-0.13

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	357	-1.75
Raw Sugar C&F (\$/MT)	Black Sea	394	-1.75
Sugar White FOB (\$/MT)	Santos Port	459.50	-1.75

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'13/Oct'13	114.75	
Dec'13/Oct'13	111.5	
Dec'13/Mar'14	93.5	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	17.63	
Brazil Anhydrous	18.08	
Brazil Hydrous	17.18	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		12-Jul-2013	11-Jul-2013	
Sugar	Delhi - Grade M	3240	3240	Unch
	Delhi - Grade S	3210	3210	Unch
	Delhi - Grade L	3300	3300	Unch
	UP- Khatauli Grade M	3215	3215	Unch
	UP- Ramala Grade M	3160	3160	Unch
	UP- Dhampur Grade M Ex-Mill	3080	3080	Unch
	UP- Dhampur Grade S Ex-Mill	3060	3060	Unch
	UP- Dhampur Grade L Ex-Mill	3160	3160	Unch
	Mumbai –Grade M	3266	3266	Unch
	Mumbai –Grade S	3126	3126	Unch
	Kolhapur – Grade M	3075	3060	+15
	Kolhapur – Grade S	2975	2930	+45
	Vijayawada – Grade M	3600	3600	Unch
	Vijayawada- Grade S	3450	3450	Unch
	Nagpur – Grade S	-	3200	-
	Kolkata – Grade M	3400	3400	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3100	3100	Unch
	Chennai - Grade S	3100	3100	Unch

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

Gur Spot Prices (Rs/Qtl)				
		12-Jul-2013	11-Jul-2013	Change
Muzaffar Nagar	Chaku(Cold)	3025	2987	+38
	Chaku (Arrival)	-	-	-
	Khurpa(Cold)	2800	2700	+100
	Laddu	3000	2900	+100
	Rascut(Cold)	2750	2700	+50
Maharashtra	Lal Variety(Cold)	3275	3275	Unch
	Kolhapur	-	-	-
Bangalore	Achhu	3000	3000	2800

	Mudde	3200	3200	3000
Belgaum	Mudde	3000	3000	2750
Belthangadi	Yellow (Average)	2800	2800	3275
Bijapur	Achhu	3200	3200	Unch
Gulbarga	Other (Average)	3100	3050	+50
Mahalingapura	Penti (Average)	3160	3160	Unch
Mandya	Achhu (Medium)	3000	3000	Unch
	Kurikatu (Medium)	2500	2500	Unch
	Other (Medium)	2500	2550	-50
	Yellow (Medium)	2900	2950	-50
Shimoga	Achhu (Average)	3425	3475	-50

UP Private Mills Tender Rates

Centre	Origin/Grade	12-Jul-2013	11-Jul-2013	Change
Dorala	M-30	3130	3130	Unch
Mawana	M-30	3130	3130	Unch
Khatauli	M-30	3120	3120	Unch
Modinagar	M-30	-	-	-
Malakpur	M-30	-	-	-
Simbholi	M-30	3185	3185	Unch
Asamoli	M-30	3175	3175	Unch
Dhanora	M-30	3130	3130	Unch
Dhampur	M-30	3090	3090	Unch
Kinnoni	M-31	3205	3205	Unch
Budhana	M-31	3130	3130	Unch
Thanabhavan	M-31	3125	3125	Unch

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	12-Jul-2013	11-Jul-2013	Change
Baghpat	M-30	3075	3075	Unch
Gajraula	M-30	3060	3060	Unch
BulandShahar	M-30	3090	3090	Unch
Anupshahar	M-30	3060	3060	Unch

UP Government Mills Tender Rates

Centre	Origin/Grade	12-Jul-2013	11-Jul-2013	Change
Morna	M-30	3065	3065	Unch
Nanotha	M-30	3060	3060	Unch
Nazibabad	M-30	3055	3055	Unch
Sakoti	M-30	3075	3075	Unch
Amroha	M-30	3085	3085	Unch
Chandpur	M-31	3085	3085	Unch

Centre	Origin/Grade	11-Jul-13
AKLUJ	S.PP-JK	2930.00-2940.00
	M.JK	3096
PUSHPA NANDURBAR	S.PP-JB	2985.00-3015.00
	M.JB	3115.00 OPEN
SHREEPUR	S.PP-S1.PP	2951.00-3001.00
	M.PP	3121
SADASHIV	S.JK	2925
	M.JB	2968

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