

## Sugar & Gur Domestic & International Fundamentals

- Steady to firm sentiments recorded in key sugar spot markets on Monday.
- 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 05<sup>th</sup> 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
- Firm sentiments recorded for gur prices in Muzaffar nagar spot market on Monday.

### 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
Aug-13	2.00	3056.00	3032.00	3050.00	3041.00
Sept-13	0.00	3086.00	3075.00	3082.00	3078.00
Oct-13	1.00	3120.00	3108.00	3118.00	3108.00

Contract	Volume	Change	OI	Change
June-13	3,530	-	39620	-
July-13	1,560	-840	17490	-23,430
Aug-13	230	-940	8750	-8,330

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

Stocks	Demat 13.7.13	In-Process 13.7.13	Total 13.7.13	FED 8.7.13
Kolhapur M	6187	0	6187	7697
Kolhapur S	-	-	-	-
Sangli M	21	0	21	1022
Delhi M	2548	0	2548	2548

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

Contract	Open	High	Low	Close	+/-
13-Oct	462.7	463.8	460.6	461.2	-0.7
13-Dec	462.6	463	460	460.6	-1.2
14-Mar	465.6	466	462.7	463.5	-1.9

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
July-13	6.00	1207.50	1211.00	1206.00	1211.00
Sept-13	-8.50	1263.50	1266.00	1255.00	1255.00
Nov-13	-6.00	1168.00	1168.00	1154.00	1161.50

Contract	Volume	Change	OI	Change
July-13	30	-100	320	-50
Sept-13	4,810	1,660	10210	-420
Nov-13	270	-150	880	80

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 10<sup>th</sup> June 2013 (All figures in Bags 40 kg each)

### ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Oct	16.16	16.19	16.03	16.06	-0.04
14-Mar	16.97	16.98	16.81	16.85	-0.05
14-May	16.97	16.97	16.83	16.86	-0.03

## 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
		15-Jul-13	13-Jul-13	
Sugar	Delhi - Grade M	3255	3240	15
	Delhi - Grade S	3220	3210	10
	Delhi - Grade L	3305	3300	5
	UP- Khatauli Grade M	3240	3235	5
	UP- Ramala Grade M	3180	3180	Unch
	UP- Dhampur Grade M Ex-Mill	3110	3080	30
	UP- Dhampur Grade S Ex-Mill	3090	3060	30
	UP- Dhampur Grade L Ex-Mill	3160	3130	30
	Mumbai –Grade M	Closed	3266	-
	Mumbai –Grade S	Closed	3126	-
	Kolhapur – Grade M	3075	3075	Unch
	Kolhapur – Grade S	2975	2975	Unch
	Vijayawada – Grade M	3600	3600	Unch
	Vijayawada- Grade S	3450	3450	Unch
	Nagpur – Grade S	3300	3300	Unch
	Kolkata – Grade M	-	3440	-
	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)				
		15-Jul-13	13-Jul-13	Change
Muzaffar Nagar	Chaku(Cold)	2950	3025	-75
	Chaku (Arrival)	-	-	-
	Khurpa(Cold)	2700	2800	-100
	Laddu	2900	3000	-100
	Rascut(Cold)	2700	2750	-50

<b>Maharashtra</b>	Lal Variety(Cold)	3300	3275	<b>25</b>
	Kolhapur	-	-	-
<b>Bangalore</b>	Achhu	3200	-	-
	Mudde	3600	-	-
<b>Belgaum</b>	Mudde	3100	3100	<b>Unch</b>
<b>Belthangadi</b>	Yellow (Average)	2800	-	-
<b>Bijapur</b>	Achhu	3200	-	-
<b>Gulbarga</b>	Other (Average)	2850	3000	<b>-150</b>
<b>Mahalingapura</b>	Penti (Average)	3210	-	-
<b>Mandya</b>	Achhu (Medium)	2950	3000	<b>-50</b>
	Kurikatu (Medium)	2500	2500	<b>Unch</b>
	Other (Medium)	2500	2500	<b>Unch</b>
	Yellow (Medium)	2900	2900	<b>Unch</b>
<b>Shimoga</b>	Achhu (Average)	3425	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	15-Jul-13	13-Jul-13	Change
Dorala	M-30	3160	3130	<b>30</b>
Mawana	M-30	3150	3130	<b>20</b>
Khatauli	M-30	3145	3120	<b>25</b>
Modinagar	M-30	3150	-	-
Malakpur	M-30	-	-	-
Simbholi	M-30	3205	3185	<b>20</b>
Asamoli	M-30	3195	3175	<b>20</b>
Dhanora	M-30	3150	3130	<b>20</b>
Dhampur	M-30	3120	3090	<b>30</b>
Kinnoni	M-31	3225	3205	<b>20</b>
Budhana	M-31	3170	3130	<b>40</b>
Thanabhavan	M-31	3165	3125	<b>40</b>
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	15-Jul-13	13-Jul-13	Change
Baghpat	M-30	3130	3075	<b>55</b>
Gajraula	M-30	3120	3060	<b>60</b>
BulandShahar	M-30	3115	3090	<b>25</b>
Anupshahar	M-30	3120	3060	<b>60</b>
UP Government Mills Tender Rates				
Centre	Origin/Grade	15-Jul-13	13-Jul-13	Change
Morna	M-30	3130	3065	<b>65</b>

Nanotha	M-30	3120	3060	60
Nazibabad	M-30	3120	3055	65
Sakoti	M-30	3125	3075	50
Amroha	M-30	3110	3085	25
Chandpur	M-31	3105	3085	20

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