

## Sugar & Gur Domestic & International Fundamentals

- Sugar prices are moving in a steady to firm tone in key sugar spot markets on Tuesday.
- Sugar prices surge in ICE as well as in LIFFE over wet weather conditions in Brazil decreasing sucrose content in cane. In addition to it, USDA today bought 136000 tons of sugar also support the sugar prices.
- Central government might allow state govt. to raise PDS sugar prices considering increasing subsidy burden on states. It is notable that states are procuring sugar at Rs 3200 per quintal and make it available at Rs 1300 per quintal in PDS. However, transportation cost doesnot include in that which make it difficult to states which are far from sourcing states of sugar like UP and Maharashtra.
- Sugar prices seems to improve in the coming days considering increasing summer demand, increasing sugar export parity thanks to rise in International sugar prices.
- Gur prices improved today in Muzaffar nagar market over increasing lifting of gur stock from cold storages. Also, lower gur stock position in cold storages compared to prior year also gives a bullish hint.

### Outlook:

We expect sugar prices would improve in the coming months considering increase in sugar export and upcoming sugar festive demand. Also, lower sugar production estimate for 2013-14 also support the prices in the long run.

### NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Aug-13	4.00	3017.00	3025.00	3010.00	3020.00
Sept-13	-3.00	2952.00	3039.00	2952.00	3031.00
Oct-13	1.00	3044.00	3068.00	3038.00	3059.00

Contract	Volume	Change	OI	Change
Aug-13	7180	3740	26840	-2780
Sept-13	6290	3340	16620	70
Oct-13	2670	1770	11300	550

Spread	Aug-13	Sept-13	Oct-13
Basis	30		
Aug-13		11	39
Sept-13			28

Stocks	Demat 29.7.13	In-Process 29.7.13	Total 29.7.13	FED 22.7.13
Kolhapur M	5650	0	5650	6017
Solapur	923	-	923	-
Sangli M	21	0	21	21
Delhi M	2548	0	2548	2548

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

Contract	Open	High	Low	Close	+/-
13-Oct	16.45	16.95	16.38	16.92	0.45
13-Dec	17.01	17.45	16.99	17.43	0.37
14-Mar	16.9	17.31	16.9	17.29	0.33

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sept-13	-6.00	1188.50	1191.00	1183.00	1184.50
Nov-13	-5.50	1102.00	1102.00	1076.50	1098.00
Dec-13	-6.50	1074.50	1075.00	1067.00	1067.00

Contract	Volume	Change	OI	Change
Sept-13	3380	-5570	8070	-190
Nov-13	280	-340	1160	-20
Dec-13	50	-10	220	0

Spread	Sept-13	Nov-13	Dec-13
Basis	5.5		
Sept-13		-86.5	-117.5
Oct-13			-31

Gur Stock Position	Chaku	Raskut	Papdi	Total
2013	635000	115000	114000	997000
2012	725000	125000	152000	1032000

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

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

Contract	Open	High	Low	Close	+/-
13-Oct	480.9	489.8	480.5	489.1	9.3
14-Mar	471.5	480.2	471.5	479.5	8.7
14-May	469.9	478.4	469.9	478.1	8.6

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

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	<b>374.25</b>	-
Raw Sugar C&F (\$/MT)	Black Sea	<b>409.25</b>	-
Sugar White FOB (\$/MT)	Santos Port	<b>474.75</b>	-

## 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
		30-07-13	29-07-13	Change
Sugar	Delhi - Grade M	3250	3235	+15
	Delhi - Grade S	3200	3200	Unch
	Delhi - Grade L	3265	3265	Unch
	UP- Khatauli Grade M	3210	3220	-10
	UP- Ramala Grade M	3150	-	-
	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	3276	3242	+34
	Mumbai –Grade S	3108	3116	-8
	Kolhapur – Grade M	3050	3050	Unch
	Kolhapur – Grade S	2950	2950	Unch
	Vijayawada – Grade M	3550	3550	Unch
	Vijayawada- Grade S	3400	3400	Unch
	Nagpur – Grade M	3250	3250	Unch
	Nagpur – Grade S	3150	3150	Unch
	Kolkata – Grade M	3360	3360	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3100	3100	Unch
	Chennai - Grade S	3075	3075	Unch

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

Gur Spot Prices (Rs/Qtl)				
		30-07-13	29-07-13	Change
Muzaffar Nagar	Chaku(Cold)	2975	2950	+25
	Khurpa(Cold)	-	2400	-
	Laddu	-	2700	-
	Rascut(Cold)	2675	2650	+25
Maharashtra	Lal Variety(Cold)	3225	3225	Unch

	Kolhapur	4600	4600	Unch
Bangalore	Achhu	3100	3100	Unch
	Mudde	3200	3200	Unch
Belgaum	Mudde	-	3000	Unch
Belthangadi	Yellow (Average)	-	-	-
Bijapur	Achhu	3550	3300	+250
Gulbarga	Other (Average)	2850	2950	-100
Mahalingapura	Penti (Average)	3150	3180	-30
Mandya	Achhu (Medium)	2950	3000	-50
	Kurikatu (Medium)	2500	2500	Unch
	Other (Medium)	2500	2500	-
	Yellow (Medium)	2950	2900	+50
Shimoga	Achhu (Average)	3400	3375	+25

UP Private Mills Tender Rates				
Centre	Origin/Grade	30-07-13	29-07-13	Change
Dorala	M-30	3150	3150	Unch
Mawana	M-30	3150	3150	Unch
Khatauli	M-30	3120	3115	+5
Modinagar	M-30	3150	3145	+5
Malakpur	M-30	-	-	
Simbholi	M-30	3210	3205	+5
Asamoli	M-30	3170	3170	Unch
Dhanora	M-30	3140	3130	+10
Dhampur	M-30	3100	3100	Unch
Kinnoni	M-31	3225	3220	+5
Budhana	M-31	3166	3150	+16
Thanabhavan	M-31	3150	3145	+5

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	30-07-13	29-07-13	Change
Baghpat	M-30	3120	3120	Unch
Gajraula	M-30	3100	3100	Unch
BulandShahar	M-30	3100	3100	Unch
Anupshahar	M-30	3100	3100	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	30-07-13	29-07-13	Change
Morna	M-30	3110	3110	Unch
Nanotha	M-30	3100	3100	Unch
Nazibabad	M-30	3100	3100	Unch
Sakoti	M-30	3100	3095	+5

Amroha	M-30	3095	3095	Unch
Chandpur	M-31	3095	3090	+5

## Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>

© 2013 Indian Agribusiness Systems Pvt Ltd.