

## Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Wednesday as markets could not find adequate cues to decide the prices either side.
- Buyers are waiting for new month for sugar purchases as reported. Retailers buy sugar and sell it immediately at discount rate in the market to avoid quality deterioration in rainy season.
- Brazil cuts sugarcane interest rates to increase the investment in the crop.
- 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.
- Gur prices declined today in Muzaffar nagar market due to lower gur lifting in cold storages.
- Meanwhile, expected late crushing operations by millers in UP and Maharashtra also might urge farmers to divert their cane towards gur making. Weak lifting of gur by Rajasthan and Gujarat also curb any hike in prices of gur.

### 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	9.00	3026.00	3031.00	3017.00	3030.00
Sept-13	-5.00	3028.00	3045.00	3024.00	3030.00
Oct-13	-15.00	3054.00	3067.00	3035.00	3045.00

Contract	Volume	Change	OI	Change
Aug-13	4120	-3060	26020	-820
Sept-13	3370	-2920	16640	20
Oct-13	4210	1540	11620	320

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

Stocks	Demat 30.7.13	In-Process 30.7.13	Total 30.7.13	FED 29.7.13
Kolhapur M	5650	0	5650	5650
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	489	491.9	487.6	489.2	0.10
13-Dec	480	481.3	478	480	0.50
14-Mar	478.5	479.4	476.7	478.5	0.40

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sept-13	4.00	1185.00	1193.00	1184.50	1188.50
Nov-13	4.00	1099.50	1110.00	1099.50	1102.00
Dec-13	-1.50	1056.00	1075.00	1056.00	1068.50

Contract	Volume	Change	OI	Change
Sept-13	3180	-200	7770	-300
Nov-13	190	-90	1200	40
Dec-13	60	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	16.92	16.98	16.83	16.93	0.01
14-Mar	17.43	17.48	17.34	17.45	0.02
14-May	17.29	17.32	17.18	17.29	unch

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

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	<b>373.75</b>	<b>-0.50</b>
Raw Sugar C&F (\$/MT)	Black Sea	<b>408.75</b>	<b>-0.50</b>
Sugar White FOB (\$/MT)	Santos Port	<b>474.00</b>	<b>-0.75</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
		31-07-13	30-07-13	Change
Sugar	Delhi - Grade M	3240	3250	<b>-10</b>
	Delhi - Grade S	3210	3200	<b>10</b>
	Delhi - Grade L	3300	3265	<b>35</b>
	UP- Khatauli Grade M	3210	3210	<b>Unch</b>
	UP- Ramala Grade M	3150	3150	<b>Unch</b>
	UP- Dhampur Grade M Ex-Mill	3100	3100	<b>Unch</b>
	UP- Dhampur Grade S Ex-Mill	3080	3080	<b>Unch</b>
	UP- Dhampur Grade L Ex-Mill	3150	3150	<b>Unch</b>
	Mumbai –Grade M	3238	3276	<b>-38</b>
	Mumbai –Grade S	3108	3108	<b>Unch</b>
	Kolhapur – Grade M	3050	3050	<b>Unch</b>
	Kolhapur – Grade S	2950	2950	<b>Unch</b>
	Vijayawada – Grade M	3530	3550	<b>-20</b>
	Vijayawada- Grade S	3380	3400	<b>-20</b>
	Nagpur – Grade M	3250	3250	<b>Unch</b>
	Nagpur – Grade S	3150	3150	<b>Unch</b>
	Kolkata – Grade M	3350	3360	<b>-10</b>
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	<b>Unch</b>
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3100	3100	<b>Unch</b>
	Chennai - Grade S	3085	3075	<b>10</b>

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

Gur Spot Prices (Rs/Qtl)				
		31-07-13	30-07-13	Change
Muzaffar Nagar	Chaku(Cold)	2900	2975	<b>-75</b>
	Khurpa(Cold)	2700	-	-
	Laddu	2800	-	-
	Rascut(Cold)	2650	2675	<b>-25</b>

Maharashtra	Lal Variety(Cold)	3225	3225	Unch
	Kolhapur	4600	4600	Unch
Bangalore	Achhu	3100	3100	Unch
	Mudde	3200	3200	Unch
Belgaum	Mudde	3200	-	-
Belthangadi	Yellow (Average)	2800	-	-
Bijapur	Achhu	-	3550	-
Gulbarga	Other (Average)	2900	2850	50
Mahalingapura	Penti (Average)	3190	3150	40
Mandya	Achhu (Medium)	2950	2950	Unch
	Kurikatu (Medium)	2500	2500	Unch
	Other (Medium)	2500	2500	Unch
	Yellow (Medium)	2900	2950	-50
Shimoga	Achhu (Average)	3400	3400	Unch

## UP Private Mills Tender Rates

Centre	Origin/Grade	31-07-13	30-07-13	Change
Dorala	M-30	-	3150	-
Mawana	M-30	-	3150	-
Khatauli	M-30	-	3120	-
Modinagar	M-30	-	3150	-
Malakpur	M-30	-	-	-
Simbholi	M-30	-	3210	-
Asamoli	M-30	-	3170	-
Dhanora	M-30	-	3140	-
Dhampur	M-30	-	3100	-
Kinnoni	M-31	-	3225	-
Budhana	M-31	-	3166	-
Thanabhavan	M-31	-	3150	-

## UP Cooperative Mills Tender Rates

Centre	Origin/Grade	31-07-13	30-07-13	Change
Baghpat	M-30	-	3120	-
Gajraula	M-30	-	3100	-
BulandShahar	M-30	-	3100	-
Anupshahar	M-30	-	3100	-

## UP Government Mills Tender Rates

Centre	Origin/Grade	31-07-13	30-07-13	Change
Morna	M-30	-	3110	-
Nanotha	M-30	-	3100	-
Nazibabad	M-30	-	3100	-

Sakoti	M-30	-	3100	-
Amroha	M-30	-	3095	-
Chandpur	M-31	-	3095	-

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	30-Jul-13
AMBEDKAR	S1.PP	2958
BHIMA SHANKAR	S.PP	2945.00-2950.00
	M.PP	3055
BHAIRAVNATH VIHAL	S1.PP	2940.00-2945.00
	S.JB	3000
BHAIRAVNATH SONERI	S.JB	2935
VITTHAL PANHARPUR	S1.PP	2965.00-2968.00
	M.PP	3098
SANGAMNER	S.PP-S1.JB	2935.00-3037.00
	M.JB	3065.000-3070.00
SANIJIVANI	S.JB	2955
	M.JB	3092
SOMESHWAR	S1.PP	2950
	M.PP	3078
NATURAL	S.JK	2918
	S.PP	2933
KOLPEWADI	S.PP	2970
	M.JB	3125
VIJAY	S1.PP	2938
ASHOK NAGAR	S.PP-JK	2940.00-2955.00
	S.JB	2973.00-2979.00
MAKAI	S1.PP	2928
DAUND	S1.PP	2955
	M.PP	3050
DATT SHIROL	S1.PP	2950
	M.PP	3055.00 OPEN
BIDRI	S.PP-JK	2933.00-2944.00
	M.PP	3043.00 OPEN

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