

Sugar & Gur Domestic & International Fundamentals

- Sugar prices are stable presently in key sugar cash markets today.
- Total around 48.5 lac hectares of sugarcane sowing has been done till 2nd August 2013. However, this year progressive sowing till last week is 3.2% lower compared to last year same period. It is notable that sugarcane has been sowed in 2012-13 was 50.1 lac hectares at same period.
- Expected lower corn based ethanol production owing to tight supply of corn likely to increase the prices of ethanol which would make things lucrative for Brazilian millers which might divert their cane more towards making ethanol over sugar.
- Brazil has exported 2.33 million tons of sugar, raw value, in July 2013 up marginally from 2.24 in the previous month.
- Around 20% of the Southern Brazil sugarcane crop damaged due to recent frost, according to Dataagro. It is notable that trade houses estimates around 590 million tons of crop still remain unharvested as reported.
- Gur prices improved today in Muzaffar nagar market.
- 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	-13.00	3011.00	3015.00	2995.00	2999.00
Sept-13	-1.00	3006.00	3016.00	3001.00	3007.00
Oct-13	1.00	3020.00	3029.00	3020.00	3021.00

Contract	Volume	Change	OI	Change
Aug-13	5350	3360	22540	-900
Sept-13	3800	1940	19000	1480
Oct-13	890	-2480	14350	700

Spread	Aug-13	Sept-13	Oct-13
Basis	26		
Aug-13		8	22
Sept-13			14

Stocks	Demat 02.8.13	In-Process 02.8.13	Total 02.8.13	FED 29.7.13
Kolhapur M	5650	0	5650	5650
Solapur	-	-	-	-
Sangli M	21	0	21	21
Delhi M	1948	0	1948	2548

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Oct	488.2	491.8	487.4	490	1.7
13-Dec	478.4	482	478.2	480.1	1.1
14-Mar	475.9	479.3	475.6	478	1.1

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sept-13	6.50	1162.00	1169.00	1160.50	1167.00
Nov-13	4.00	1091.00	1097.00	1094.00	1096.00
Dec-13	0.00	1063.00	1070.00	1063.00	1066.50

Contract	Volume	Change	OI	Change
Sept-13	1750	-3380	8120	-20
Nov-13	180	-140	1250	50
Dec-13	20	-100	230	0

Spread	Sept-13	Nov-13	Dec-13
Basis	3		
Sept-13		-71	-100.5
Oct-13			-29.5

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

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

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Oct	16.82	16.88	16.72	16.79	-0.04
14-Mar	17.36	17.45	17.28	17.38	0.02
14-May	17.22	17.32	17.18	17.28	0.05

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	372.25	-
Raw Sugar C&F (\$/MT)	Black Sea	407.25	-
Sugar White FOB (\$/MT)	Santos Port	472.00	-

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'13/Oct'13	117.25	
Dec'13/Oct'13	108	
Dec'13/Mar'14	96.25	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	16.59	
Brazil Anhydrous	17.38	
Brazil Hydrous	15.94	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		3-Aug-13	2-Aug-13	
Sugar	Delhi - Grade M	3225	3225	Unch
	Delhi - Grade S	3200	3200	Unch
	Delhi - Grade L	3290	3290	Unch
	UP- Khatauli Grade M	3210	3210	Unch
	UP- Ramala Grade M	3150	3200	-50
	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	3240	3240	Unch
	Mumbai –Grade S	3102	3102	Unch
	Kolhapur – Grade M	3025	3025	Unch
	Kolhapur – Grade S	2925	2950	-25
	Vijayawada – Grade M	3530	3530	Unch
	Vijayawada- Grade S	3380	3380	Unch
	Nagpur – Grade S	3250	3250	Unch
	Kolkata – Grade M	3150	3150	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3100	3100	Unch
	Chennai - Grade S	3085	3085	Unch

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

Gur Spot Prices (Rs/Qtl)				
		3-Aug-13	2-Aug-13	Change
Muzaffar Nagar	Chaku(Cold)	2925	2825	100
	Chaku (Arrival)	-	-	-
	Khurpa(Cold)	2800	2700	100
	Laddu	2950	-	-
	Rascut(Cold)	2725	2625	100
Maharashtra	Lal Variety(Cold)	3225	3225	Unch
	Kolhapur	-	-	-

Bangalore	Achhu	3100	3100	Unch
	Mudde	-	3200	-
Belgaum	Mudde	-	3200	-
Belthangadi	Yellow (Average)	-	2800	-
Bijapur	Achhu	-	3450	-
Gulbarga	Other (Average)	-	2950	-
Mahalingapura	Penti (Average)	-	3200	-
Mandya	Achhu (Medium)	-	2900	-
	Kurikatu (Medium)	-	2500	-
	Other (Medium)	-	2500	-
	Yellow (Medium)	-	2900	-
Shimoga	Achhu (Average)	-	3325	-

UP Private Mills Tender Rates

Centre	Origin/Grade	3-Aug-13	2-Aug-13	Change
Dorala	M-30	3150	3150	Unch
Mawana	M-30	3150	3150	Unch
Khatauli	M-30	3120	3120	Unch
Modinagar	M-30	3150	3150	Unch
Malakpur	M-30	-	-	-
Simbholi	M-30	3210	3210	Unch
Asamoli	M-30	3170	3170	Unch
Dhanora	M-30	3140	3140	Unch
Dhampur	M-30	3100	3100	Unch
Kinnoni	M-31	3225	3225	Unch
Budhana	M-31	3166	3166	Unch
Thanabhavan	M-31	3150	3150	Unch

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	3-Aug-13	2-Aug-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	3-Aug-13	2-Aug-13	Change
Morna	M-30	3110	3110	Unch
Nanotha	M-30	3100	3100	Unch
Nazibabad	M-30	3100	3100	Unch
Sakoti	M-30	3100	3100	Unch
Amroha	M-30	3095	3095	Unch

Chandpur	M-31	3095	3095	Unch
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Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	2-Aug-13
SONHIRA	S1.PP	2953
	M.PP	3053.00 OPEN
WARANA	S2.PP-JK	2913.00-2918.00
	M.PP	3048.00 OPEN
PRABHU	S2.PP-JB	2960.00-2990.00
	S.JB	3020
LOKNETE	S.PP	2928
	M.PP	2968
DAUND	S1.PP	2955
SARVODAY	S1.PP	2923
	S.JK	2948
WALWA	S2.PP-JK	2918.00-2938.00
	M.PP	3048
JAY MAHESH`	S/30	2900
	M/30	2960
MULA	S.JK-S1.PP	2930.00-3025.00
	M.PP	3110.00`
PRAVARA	S.JK-S1.PP	2925.00-2950.00
	M.JB	3060

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