

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 Data agro. It is notable that trade houses estimates around 590 million tons of crop still remain unharnessed as reported.
- Gur prices showed mixed sentiments today in spot 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	11.00	2998	3012	2990	3010
Sept-13	12.00	3008	3020	3001	3019
Oct-13	13.00	3021	3039	3021	3034

Contract	Volume	Change	OI	Change
Aug-13	4,420	-930	18970	-3,570
Sept-13	1,650	-2,150	19310	310
Oct-13	1,900	1,010	14370	20

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

Stocks	Demat 03.8.13	In-Process 03.8.13	Total 03.8.13	FED 29.7.13
Kolhapur M	5650	0	5650	5650
Kolhapur S	-	-	-	-
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	0.00	1167	1175	1167	1167
Nov-13	2.00	1102	1107	1097	1098
Dec-13	6.50	1074	1075	1066	1073

Contract	Volume	Change	OI	Change
Sept-13	3,050	1,300	7980	-140
Nov-13	200	20	1260	10
Dec-13	40	20	210	-20

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
		5-Aug-13	3-Aug-13	
Sugar	Delhi - Grade M	3220	3225	-5
	Delhi - Grade S	3195	3200	-5
	Delhi - Grade L	3285	3290	-5
	UP- Khatauli Grade M	3210	3210	Unch
	UP- Ramala Grade M	3150	3150	Unch
	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	3266	3240	26
	Mumbai –Grade S	3102	3102	Unch
	Kolhapur – Grade M	3050	3025	25
	Kolhapur – Grade S	2950	2925	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	3070	3085	-15

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

Gur Spot Prices (Rs/Qtl)				
		5-Aug-13	3-Aug-13	Change
Muzaffar Nagar	Chaku(Cold)	2850	2925	-75
	Chaku (Arrival)	-	-	-
	Khurpa(Cold)	2700	2800	-100
	Laddu	2850	2950	-100
	Rascut(Cold)	2675	2725	-50
Maharashtra	Lal Variety(Cold)	3200	3225	-25
	Kolhapur	-	-	-

Bangalore	Achhu	3100	3100	Unch
	Mudde	3200	3200	Unch
Belgaum	Mudde	3100	3100	Unch
Belthangadi	Yellow (Average)	-	2800	-
Bijapur	Achhu	3150	3200	-50
Gulbarga	Other (Average)	2950	2800	150
Mahalingapura	Penti (Average)	3140	3160	-20
Mandya	Achhu (Medium)	2950	2950	Unch
	Kurikatu (Medium)	2500	2500	Unch
	Other (Medium)	2550	2500	50
	Yellow (Medium)	2900	2950	-50
Shimoga	Achhu (Average)	3450	3425	25

UP Private Mills Tender Rates

Centre	Origin/Grade	5-Aug-13	3-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	5-Aug-13	3-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	5-Aug-13	3-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	3-Aug-13
SAMBHAJI	S.PP	2935
	S1.PP	2940
BARAMATI	S/30	2920.00-2925.00
JAGRUTI	S/30	2934
HUTATMA	S1.PP	2941
	M.PP	3045
KUMBHI	S1.PP	2953
SHREENATH MASKOBA	M.PP	3005.00 OPEN
MALEGAON	S.PP-JK	2913.00-2928.00
	S.JB	2953
VIJAY SUGAR	S1.PP	2938.00 OPEN
VIGHNAHAR	S.JB	2950
VENKATESH	S.PP	2935
	M.PP	3090
GHODGANGA	S.PP	2925
	M.PP	2995
MAKAI	S.PP-S1.PP	2928.00-2938.00
	M.PP	3003
BHAWANI	S.PP-JK	2908.00-2928.00
	M.JB	3038