

Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key sugar spot markets on Saturday. Weak demand of sugar in UP pressurize the prices. However, good export demand for Maharashtra sugar supports the prices of sugar.
- Meanwhile, weak rupee scenario gives exporters an opportunity to send sugar abroad keeping in view increasing international sugar prices.
- Indian government estimate 22.5 million tons sugar production for 2013-14 as reported.
- Thai raw sugar premium stood at 130 points over ICE raw sugar future contract which was 75 to 80 points. It is notable that the refining cost of raw sugar is about \$60-\$70 per ton. Meanwhile, white over raw sugar premium quoted at \$121 per ton.
- India sugar exports likely to reach 0.5-1 million tons in 2012-13 as expected.
- International sugar prices continuously improving in ICE as well as LIFFE. On charts, prices should move up to 17.20 cents per lb in the coming week as expected.
- Brazil mills had increase cane allocation to make ethanol to 55% from earlier 54.6% considering higher demand.
- Gur prices also shows steady trend today in Muzaffar nagar 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 prices to remain range bound with some weakness in the short term. Stockists would trying to build stocks at lower rates before festival demand as expected.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Aug-13	52.00	3077.00	3119.00	3075.00	3119.00
Sept-13	2.00	3013.00	3018.00	3012.00	3018.00
Oct-13	2.00	3029.00	3033.00	3026.00	3033.00

Contract	Volume	Change	OI	Change
Aug-13	1,690	-150	2900	-1,640
Sept-13	670	-1,330	16980	-160
Oct-13	560	-780	14410	-170

Spread	Aug-13	Sept-13	Oct-13
Basis	-35		
Aug-13		-59	-42
Sept-13			17

Stocks	Demat 16.8.13	In-Process 16.8.13	Total 16.8.13	FED 12.8.13
Kolhapur M	5432	0	5432	5532
Kolhapur S	-	-	-	-
Sangli M	-	-	-	-
Delhi M	449	0	449	449

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Oct	505	508.20	502.40	503.3	-1.20
13-Dec	493	494	487.9	488.4	-3.1
14-Mar	488	488.5	482.8	483.6	-3.8

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sept-13	-4.50	1189.00	1192.00	1186.00	1187.50
Nov-13	-2.50	1127.00	1129.00	1127.00	1127.50
Dec-13	-7.00	1085.00	1085.00	1085.00	1085.00

Contract	Volume	Change	OI	Change
Sept-13	1,770	-2,060	7270	40
Nov-13	100	-540	1690	70
Dec-13	20	-20	330	0

Spread	Sept-13	Nov-13	Dec-13
Basis	-31		
Sept-13		-62	-100
Oct-13			-38

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	17.2	17.26	16.89	16.94	-0.25
14-Mar	17.64	17.73	17.42	17.48	-0.2
14-May	17.54	17.58	17.32	17.38	-0.17

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	381.25	-
Raw Sugar C&F (\$/MT)	Black Sea	414.25	-
Sugar White FOB (\$/MT)	Santos Port	479.75	-

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
		17-Aug-13	16-Aug-13	
Sugar	Delhi - Grade M	3200	3200	Unch
	Delhi - Grade S	3180	3180	Unch
	Delhi - Grade L	3280	3280	Unch
	UP- Khatauli Grade M	3220	3220	Unch
	UP- Ramala Grade M	3170	3170	Unch
	UP- Dhampur Grade M Ex-Mill	3060	3060	Unch
	UP- Dhampur Grade S Ex-Mill	3040	3040	Unch
	UP- Dhampur Grade L Ex-Mill	3110	3110	Unch
	Mumbai –Grade M	3286	3286	Unch
	Mumbai –Grade S	3102	3106	-4
	Kolhapur – Grade M	3040	3040	Unch
	Kolhapur – Grade S	2940	2940	Unch
	Guhawati – Grade S	3248	3248	Unch
	Shillong – Grade S	3260	3260	Unch
	Vijayawada – Grade M	3530	3530	Unch
	Vijayawada- Grade S	3380	3380	Unch
	Nagpur – Grade S	3150	3150	Unch
	Kolkata – Grade M	3395	3395	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3111	3111	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-
	Chennai - Grade S	3100	3100	Unch

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

Gur Spot Prices (Rs/Qtl)				
		17-Aug-13	16-Aug-13	Change
Muzaffar	Chaku(Cold)	2850	2900	-50

Nagar	Chaku (Arrival)	-	-	-
	Khurpa(Cold)	2800	2750	50
	Laddu	2900	2900	Unch
	Rascut(Cold)	2700	2725	-25
Maharashtra	Lal Variety(Cold)	3250	3250	Unch
	Kolhapur	-	-	-
Bangalore	Achhu	3000	3000	
	Mudde	3100	3100	
Belgaum	Mudde	-	3300	-
Belthangadi	Yellow (Average)	-	2800	-
Bijapur	Achhu	-	3250	-
Gulbarga	Other (Average)	3000	3100	
Mahalingapur a	Penti (Average)	-	3140	-
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	-	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	17-Aug-13	16-Aug-13	Change
Dorala	M-30	3140	3140	Unch
Mawana	M-30	3140	3140	Unch
Khatauli	M-30	3110	3110	Unch
Modinagar	M-30	-	-	-
Malakpur	M-30	-	-	-
Simbholi	M-30	3185	3185	Unch
Asamoli	M-30	3165	3165	Unch
Dhanora	M-30	3120	3120	Unch
Dhampur	M-30	3060	3060	Unch
Kinnoni	M-31	3210	3210	Unch
Budhana	M-31	3165	3165	Unch
Thanabhavan	M-31	3130	3130	Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	17-Aug-13	16-Aug-13	Change
Baghpat	M-30	3075	3075	Unch
Gajraula	M-30	3060	3060	Unch
BulandShahar	M-30	3080	3080	Unch
Anupshahar	M-30	3060	3060	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	17-Aug-13	16-Aug-13	Change
Morna	M-30	3065	3065	Unch
Nanotha	M-30	3060	3060	Unch
Nazibabad	M-30	3060	3060	Unch
Sakoti	M-30	3070	3070	Unch
Amroha	M-30	3080	3080	Unch
Chandpur	M-31	3070	3070	Unch

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