

Sugar & Gur Domestic & International Fundamentals

- Sugar prices declined today in key sugar spot markets taking cues from recent decline in International markets. However, prices still hovering at bottom levels and any sharp decline not seems feasible from here.
- According to Mr. Sharad pawar, India would produce more sugar compared to last year i.e. higher than 25 million tons due to higher cane yields thanks to good monsoon this year.
- 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.
- 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.
- 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	29.00	3117.00	3130.00	3085.00	3130.00
Sept-13	10.00	3020.00	3027.00	3013.00	3027.00
Oct-13	-3.00	3031.00	3034.00	3026.00	3028.00

Contract	Volume	Change	OI	Change
Aug-13	2870	1180	600	-2300
Sept-13	6980	6310	14900	-2080
Oct-13	2870	2310	12370	-2040

Spread	Aug-13	Sept-13	Oct-13
Basis	-105		
Aug-13		-103	-102
Sept-13			1

Stocks	Demat 17.8.13	In-Process 17.8.13	Total 17.8.13	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	-18.50	1185.00	1185.00	1165.00	1168.50
Nov-13	-2.50	1126.00	1134.00	1125.00	1126.00
Dec-13	-8.00	1083.00	1084.00	1083.00	1084.00

Contract	Volume	Change	OI	Change
Sept-13	5240	3470	7280	10
Nov-13	610	510	1620	-70
Dec-13	50	30	340	10

Spread	Sept-13	Nov-13	Dec-13
Basis	-8.5		
Sept-13		-42.5	-84.5
Oct-13			-42

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	369.5	-
Raw Sugar C&F (\$/MT)	Black Sea	402.5	-
Sugar White FOB (\$/MT)	Santos Port	468.75	-

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
		19-Aug-13	17-Aug-13	
Sugar	Delhi - Grade M	3245	3200	45
	Delhi - Grade S	3180	3180	Unch
	Delhi - Grade L	3290	3280	10
	UP- Khatauli Grade M	3200	3220	-20
	UP- Ramala Grade M	3150	3170	-20
	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	3260	3286	-26
	Mumbai –Grade S	3106	3102	4
	Kolhapur – Grade M	3025	3040	-15
	Kolhapur – Grade S	2925	2940	-15
	Guhawati – Grade S	3233	3248	-15
	Shillong – Grade S	3245	3260	-15
	Vijayawada – Grade M	3530	3530	Unch
	Vijayawada- Grade S	3380	3380	Unch
	Nagpur – Grade S	3150	3150	Unch
	Kolkata – Grade M	-	3395	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	-	3111	-
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-
	Chennai - Grade S	3110	3100	10

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

Gur Spot Prices (Rs/Qtl)				
		19-Aug-13	17-Aug-13	
Muzaffar Nagar	Chaku	2900	2850	50
	Chaku New(Arrival)	-	-	-
	Khurpa	2600	2800	-200
	Laddu	2800	2900	-100

	Rascut	2650	2700	-50
Maharashtra	Lal Variety	3250	3250	Unch
	Kolhapur	-	-	-
Bangalore	Achhu	3000	3000	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	3100	3100	Unch
Belthangadi	Yellow (Average)	-	2800	-
Bijapur	Achhu	3150	3150	Unch
Gulbarga	Other (Average)	2950	3000	-50
Mahalingapura	Penti (Average)	3140	-	-
Mandya	Achhu (Medium)	2950	3000	-50
	Kurikatu (Medium)	2500	2500	Unch
	Other (Medium)	2550	2550	Unch
	Yellow (Medium)	2900	2900	Unch
Shimoga	Achhu (Average)	3425	3400	25

UP Private Mills Tender Rates				
Centre	Origin/Grade	19-Aug-13	17-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	19-Aug-13	17-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	19-Aug-13	17-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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