

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Friday as markets could not find adequate cues to decide the prices either side.
- Sugar production in India is expected to decline by 10.8% to 24.8 million tonnes (MT) in the current sugar marketing season, which will end next month.
- Around 2 lakh tons export deals has been reported from India thanks to weak rupee against dollar.
- In contrary to the domestic market, sugar prices in International arena move downwards considering higher sugar supplies from Brazil and India next year.
- Indian likely to export 0.5-1.5 million tons of sugar in the next marketing year i.e. 2013-14 considering around 1.5 million tons of raw sugar imports in the current year, according to Olam International Ltd. It is notable that millers which import raw sugar have to re-export white sugar through ALS scheme.
- China sugar imports rise up by 25% to 504000 tons, raw value, in July 2013 compared to last year same period. July sugar imports takes the total Chinese sugar imports to 2.5 million tons in the first ten months which was 3.1 million tons a year earlier.
- Gur prices also shows mixed today in key spot markets on Friday.
- 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
Sept-13	-2.00	2996.00	3010.00	2992.00	2997.00
Oct-13	-9.00	3030.00	3030.00	3012.00	3015.00
Nov-13	-9.00	3051.00	3059.00	3034.00	3038.00

Contract	Volume	Change	OI	Change
Sept-13	1,750	-1,050	13540	-270
Oct-13	1,360	670	12580	100
Nov-13	520	150	4800	90

Spread	Sept-13	Oct-13	Nov-13
Basis	19		
Sept-13		26	52
Oct-13			26

Stocks	Demat 29.8.13	In-Process 29.8.13	Total 29.8.13	FED 26.8.13
Kolhapur M	4952	0	4952	5452
Kolhapur S	-	-	-	-
Sangli M	-	-	-	-
Delhi M	449	0	449	449

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Oct	478.4	480.9	475.2	476.7	-1.2
13-Dec	472.6	474.4	470.3	471.7	-0.5
14-Mar	471.5	472	468	469.3	-1.2

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sept-13	3.00	1225.50	1215.00	1217.00	1219.5
Nov-13	-0.50	1138.50	1131.00	1132.50	1135.0
Dec-13	2.00	1090.00	1083.00	1083.00	1087.0

Contract	Volume	Change	OI	Change
Sept-13	6,500	-1,160	7610	250
Nov-13	700	370	2440	270
Dec-13	280	270	880	240

Spread	Sept-13	Nov-13	Dec-13
Basis	-69		
Sept-13		-74	-122.5
Oct-13			-48.5

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	16.45	16.51	16.31	16.37	-0.07
14-Mar	16.97	17	16.84	16.89	-0.04
14-May	16.87	16.91	16.77	16.82	-0.02

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	362.25	-
Raw Sugar C&F (\$/MT)	Black Sea	395.25	-
Sugar White FOB (\$/MT)	Santos Port	460.75	-

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	

	UP- Khatauli Grade M	3175	3185	-10
	UP- Ramala Grade M	3110	3130	-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	3262	Closed	-
	Mumbai –Grade S	3092	Closed	-
	Kolhapur – Grade M	3025	3025	Unch
	Kolhapur – Grade S	2925	2925	Unch
	Guhawati – Grade S	3233	3233	Unch
	Shillong – Grade S	3245	3245	Unch
	Vijayawada – Grade M	3380	3530	-150
	Vijayawada- Grade S	3150	3380	-230
	Nagpur – Grade S	3370	3150	220
	Kolkata – Grade M	-	3370	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-
	Chennai - Grade S	3080	3100	-20

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

Gur Spot Prices (Rs/Qtl)				
		30-Aug-13	29-Aug-13	
Muzaffar Nagar	Chaku	2900	2875	25
	Khurpa	2600	2400	200
	Laddu	2800	2800	Unch
	Rascut	2625	2613	12
Maharashtra	Lal Variety	3250	3250	Unch
Bangalore	Achhu	3000	3000	Unch
	Mudde	3100	3100	Unch
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	2900	-	-
Bijapur	Achhu	3150	3200	-50

Gulbarga	Other (Average)	3050	3050	Unch
Mahalingapura	Penti (Average)	-	3100	-
Mandya	Achhu (Medium)	2900	2850	50
	Kurikatu (Medium)	2500	2500	Unch
	Other (Medium)	2500	2500	Unch
	Yellow (Medium)	2800	2750	50
Shimoga	Achhu (Average)	3475	3000	475

UP Private Mills Tender Rates				
Centre	Origin/Grade	30-Aug-13	29-Aug-13	Change
Dorala	M-30	3010	3090	-80
Mawana	M-30	3110	3110	Unch
Khatauli	M-30	3065	3070	-5
Modinagar	M-30	-	-	-
Malakpur	M-30	3035	3035	Unch
Simbholi	M-30	3155	3165	-10
Asamoli	M-30	3140	3140	Unch
Dhanora	M-30	3095	3110	-15
Dhampur	M-30	3040	3035	5
Kinnoni	M-31	3180	3175	5
Budhana	M-31	3140	3145	-5
Thanabhavan	M-31	3120	3120	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	30-Aug-13	29-Aug-13	Change
Baghpat	M-30	3035	3035	Unch
Gajraula	M-30	3010	3020	-10
BulandShahar	M-30	3010	3050	-40
Anupshahar	M-30	3010	3010	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	30-Aug-13	29-Aug-13	Change
Morna	M-30	3025	3035	-10
Nanotha	M-30	3015	3020	-5
Nazibabad	M-30	3015	3015	Unch
Sakoti	M-30	3020	3020	Unch
Amroha	M-30	--	3050	-
Chandpur	M-31	3000	3025	-

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	29-Aug-13
AGASTI	S.PP	2925.00-2930.00

	S1.PP	2947
JAGRUTI	S.PP	2895.00-2901.00
SANT SHIROMANI	S.PP	2881
	S1.PP	298.00 OPEN
MATPALLI	S.PP	2958
DESANAR BELLARY	S1.PP	2938
	M/30	2968
GEMS	S2.PP-JB	2908.00-2938.00
	M/30	3051
JAMKHANDI	S2.PP	2878
	S.JB	2898
SHRINATH MASKOBA	S/30	2940
	M/30	3000
GANGMAI	S2.PP	2901
	S1.PP	2931
ASURLE	M2.PP	2950
SIDDHESHWAR	S.PP	2973
	M..PP	3028
AJINKETARA	S1.PP	2915.00 OPEN
KCW	S1.PP	2938.00 OPEN
HUTATMA	S1.PP	2935
	M.PP	3048

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