

Sugar & Gur Domestic & International Fundamentals

- Spot prices on the sugar market ruled steady a quintal as trading was limited at the lower end amid shortage/non-availability of bold – fine variety, on the same hand S-grade ruled steady. In the futures market, prices were hovering in the range bound session.
- On the export front, too, chances are desolate due to bearish global prices. There is a sufficient inventory stocks in the Vashi market and supply from producers is ample. They are continuously selling in the local market. The Vashi market currently carries over 120 truckloads of stocks.
- 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 steady today in key spot markets on Monday.
- 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 try to build stocks at lower rates before festival demand as expected.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Sept-13	-10.00	3009.00	3012.00	3000.00	3003.00
Oct-13	-7.00	3031.00	3033.00	3022.00	3025.00
Nov-13	-32.00	3050.00	3050.00	3017.00	3020.00

Contract	Volume	Change	OI	Change
Sept-13	2,130	930.00	12540	-580.00
Oct-13	3,000	1150.00	13180	-340.00
Nov-13	1,340	760.00	4940	-100.00

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

Stocks	Demat 02.9.13	In-Process 02.9.13	Total 02.9.13	FED 02.9.13
Kolhapur M	3874	0	3874	3874
Kolhapur S	-	-	-	-
Sangli M	-	-	-	-
Delhi M	449	150	599	449

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Oct	476.10	479.00	474.10	477.90	1.20
13-Dec	471.40	473.20	470.20	472.40	0.70
14-Mar	469.00	469.70	467.80	469.10	-0.20

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sept-13	-12.00	1189.00	1195.00	1177.50	1182.00
Nov-13	-12.50	1127.00	1132.00	1117.00	1117.00
Dec-13	-9.50	1072.00	1082.00	1072.00	1073.50

Contract	Volume	Change	OI	Change
Sept-13	9,290	870.00	7680	-600.00
Nov-13	1,890	950.00	2760	90.00
Dec-13	90	-70.00	980	-10.00

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	16.35	16.4	16.31	16.34	-0.03
14-Mar	16.88	16.94	16.85	16.88	-0.01
14-May	16.82	16.86	16.78	16.82	Unch

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	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		3-Sep-13	2-Sep-13	
Sugar	Delhi - Grade M	3200	3190	10
	Delhi - Grade S	3150	3150	Unch
	Delhi - Grade L	3280	3280	Unch
	UP- Khatauli Grade M	3165	3180	-15
	UP- Ramala Grade M	3110	3120	-10
	UP- Dhampur Grade M Ex-Mill	3040	3060	-20
	UP- Dhampur Grade S Ex-Mill	3020	3040	-20
	UP- Dhampur Grade L Ex-Mill	3090	3110	-20
	Mumbai –Grade M	3296	3266	30
	Mumbai –Grade S	3080	3086	-6
	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	3550	3550	Unch
	Vijayawada- Grade S	3380	3380	Unch
	Nagpur – Grade S	3150	3150	Unch
	Kolkata – Grade M	-	3280	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-
Chennai - Grade S	3080	3080	Unch	

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

Gur Spot Prices (Rs/Qtl)				
		3-Sep-13	2-Sep-13	
Muzaffar Nagar	Chaku	2950	2950	Unch
	Khurpa	2500	2600	-100
	Laddu	2550	2650	-100
	Rascut	2750	2775	-25
Maharashtra	Lal Variety	3250	3250	Unch

Bangalore	Achhu	3000	3000	Unch
	Mudde	3600	-	-
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	2900	2900	Unch
Bijapur	Achhu	3100	-	-
Gulbarga	Other (Average)	3000	3150	-150
Mahalingapura	Penti (Average)	3080	-	-
Mandya	Achhu (Medium)	2850	2850	Unch
	Kurikatu (Medium)	2450	2450	Unch
	Other (Medium)	2500	2450	50
	Yellow (Medium)	2800	2800	Unch
Shimoga	Achhu (Average)	3500	-	-

UP Private Mills Tender Rates

Centre	Origin/Grade	3-Sep-13	2-Sep-13	Change
Dorala	M-30	3080	3080	Unch
Mawana	M-30	3105	3105	Unch
Khatauli	M-30	3065	3065	Unch
Modinagar	M-30	-	-	-
Malakpur	M-30	3035	3035	Unch
Simbholi	M-30	3150	3150	Unch
Asamoli	M-30	3145	3145	Unch
Dhanora	M-30	3080	3080	Unch
Dhampur	M-30	3045	3045	Unch
Kinnoni	M-31	3180	3180	Unch
Budhana	M-31	3145	3145	Unch
Thanabhavan	M-31	3115	3115	Unch

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	3-Sep-13	2-Sep-13	Change
Baghpat	M-30	3025	3025	Unch
Gajraula	M-30	3010	3010	Unch
BulandShahar	M-30	2980	2980	Unch
Anupshahar	M-30	3005	3005	Unch

UP Government Mills Tender Rates

Centre	Origin/Grade	3-Sep-13	2-Sep-13	Change
Morna	M-30	3025	3025	Unch
Nanotha	M-30	3010	3010	Unch
Nazibabad	M-30	3010	3010	Unch
Sakoti	M-30	3010	3010	Unch
Amroha	M-30	--	-	-

Chandpur	M-31	2970	2970	Unch
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Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	2-Sep-13
LOKNETE	S.PP	2898
	M.PP	2958.00
WARANA	S2.PP	2895
	S.JK	2900
GURUDATT	S1.PP-S2.PP	2950.00-2935.00
	M.PP	3100
BIDRI	S1.PP-JK	2923.00-2928.00
	M.PP	3038
KRANTI	S1.PP	2950
	M.PP	3050

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