

Sugar & Gur Domestic & International Fundamentals

- Sugar prices are steady today in key sugar spot markets as markets couldn't find adequate cues to decide the prices either side.
- Syria have to cancel tender purchase for 276000 tons of white sugar due to only one application of seller. There is huge ambiguity in the minds of traders regarding country's sanction hit payments systems.
- 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.
- 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.
- Gur prices declined today in Muzaffar nagar market due to lower lifting today.
- 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	-5.00	3000.00	3005.00	2987.00	3002.00
Oct-13	-6.00	3021.00	3025.00	3001.00	3019.00
Nov-13	-8.00	3025.00	3025.00	2996.00	3014.00

Contract	Volume	Change	OI	Change
Sept-13	2660	530	10630	-1910
Oct-13	4120	1120	11880	-1300
Nov-13	2390	1050	6120	1180

Spread	Sept-13	Oct-13	Nov-13
Basis	23		
Sept-13		17	12
Oct-13			-5

Stocks	Demat 03.9.13	In-Process 03.9.13	Total 03.9.13	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	477.3	479	474.9	477.8	-0.1
13-Dec	471.30	473.80	470.10	472.40	Unch
14-Mar	467.50	471.10	467.50	469.50	0.40

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sept-13	-0.50	1180.00	1187.50	1171.50	1182.0
Nov-13	3.50	1117.00	1126.00	1114.00	1123.0
Dec-13	-1.50	1072.00	1077.00	1069.00	1075.0

Contract	Volume	Change	OI	Change
Sept-13	6870	-2420	7590	-90
Nov-13	1660	-230	3180	420
Dec-13	430	340	1080	100

Spread	Sept-13	Nov-13	Dec-13
Basis	-22		
Sept-13		-59	-107
Oct-13			-48

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
		4-Sep-13	3-Sep-13	
Sugar	Delhi - Grade M	3200	3200	Unch
	Delhi - Grade S	3150	3150	Unch
	Delhi - Grade L	3280	3280	Unch
	UP- Khatauli Grade M	3165	3165	Unch
	UP- Ramala Grade M	3110	3110	Unch
	UP- Dhampur Grade M Ex-Mill	3040	3040	Unch
	UP- Dhampur Grade S Ex-Mill	3020	3020	Unch
	UP- Dhampur Grade L Ex-Mill	3090	3090	Unch
	Mumbai –Grade M	3296	3296	Unch
	Mumbai –Grade S	3082	3080	+2
	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	-	-	-
	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)				
		4-Sep-13	3-Sep-13	
Muzaffar Nagar	Chaku	2900	2950	-50
	Khurpa	2600	2500	+100
	Laddu	2850	2550	+300
	Rascut	2637	2750	-113
Maharashtra	Lal Variety	3250	3250	Unch

Bangalore	Achhu	3000	3000	Unch
	Mudde	3600	3600	Unch
Belgaum	Mudde	3000	-	-
Belthangadi	Yellow (Average)	-	2900	-
Bijapur	Achhu	-	3100	-
Gulbarga	Other (Average)	3075	3000	+75
Mahalingapura	Penti (Average)	3000	3080	-80
Mandya	Achhu (Medium)	-	2850	-
	Kurikatu (Medium)	-	2450	-
	Other (Medium)	-	2500	-
	Yellow (Medium)	-	2800	-
Shimoga	Achhu (Average)	3500	3500	Unch

UP Private Mills Tender Rates				
Centre	Origin/Grade	4-Sep-13	3-Sep-13	Change
Dorala	M-30	3070	3080	-10
Mawana	M-30	3095	3105	-10
Khatauli	M-30	3060	3065	-5
Modinagar	M-30	-	-	-
Malakpur	M-30	3010	3035	-25
Simbholi	M-30	3145	3150	-5
Asamoli	M-30	3135	3145	-10
Dhanora	M-30	3080	3080	Unch
Dhampur	M-30	3030	3045	-15
Kinnoni	M-31	3165	3180	-15
Budhana	M-31	3135	3145	-10
Thanabhavan	M-31	3105	3115	-10
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	4-Sep-13	3-Sep-13	Change
Baghpat	M-30	3015	3025	-10
Gajraula	M-30	2990	3010	-20
BulandShahar	M-30	2975	2980	-5
Anupshahar	M-30	2990	3005	-15
UP Government Mills Tender Rates				
Centre	Origin/Grade	4-Sep-13	3-Sep-13	Change
Morna	M-30	3015	3025	-10
Nanotha	M-30	2995	3010	-15
Nazibabad	M-30	2995	3010	-15
Sakoti	M-30	3000	3010	-10
Amroha	M-30	--	--	-

Chandpur	M-31	2965	2970	-5
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Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	9/3/13
ATHANI FARMER	M.PP	3003
UDGIRI	S.PP	2903
NATURAL	S.PP	2898
CHOPDA	S.PP	2939
NEERA BHIMA	S.PP	2928
MULA	S.PP	2920
KOLPEWADI	S.PP	2950
	M.PP	3135
SONHIRA	S1.PP	2935
	M.PP	3035

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