

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.
- Sugar waiting at Brazilian ports to load on vessels fell by 7 percent this week compared to prior week as vessels are heading towards Indonesia and Black sea.
- 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	-8.00	2991.00	3000.00	2991.00	2994.00
Oct-13	-9.00	3023.00	3024.00	3004.00	3010.00
Nov-13	6.00	3000.00	3074.00	3000.00	3020.00

Contract	Volume	Change	OI	Change
Sept-13	1320	-1340	10240	-390
Oct-13	2850	-1270	12600	720
Nov-13	860	-1530	6710	590

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

Stocks	Demat 04.9.13	In-Process 04.9.13	Total 04.9.13	FED 02.9.13
Kolhapur M	3874	0	3874	3874
Kolhapur S	-	-	-	-
Sangli M	-	-	-	-
Delhi M	599	0	599	449

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Oct	479.1	481.6	477.7	480.1	1.1
13-Dec	473.3	474.5	471.2	472.5	-0.8
14-Mar	471.8	472.3	468.8	469.9	-1.4

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sept-13	-2.00	1180.00	1186.00	1178.00	1180.00
Nov-13	1.00	1121.50	1125.00	1118.50	1124.00
Dec-13	2.00	1077.00	1077.00	1077.00	1077.00

Contract	Volume	Change	OI	Change
Sept-13	2230	-4640	7330	-260
Nov-13	450	-1210	3190	10
Dec-13	10	-420	1070	-10

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	16.49	16.51	16.35	16.38	-0.09
14-Mar	17.06	17.07	16.92	16.96	-0.07
14-May	16.96	16.98	16.86	16.89	-0.05

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
		5-Sep-13	4-Sep-13	
Sugar	Delhi - Grade M	3170	3200	-30
	Delhi - Grade S	3110	3150	-40
	Delhi - Grade L	-	3280	-
	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	3082	Unch
	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	3580	3550	30
	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)				
		5-Sep-13	4-Sep-13	
Muzaffar Nagar	Chaku	2863	2900	-37
	Khurpa	2600	2600	Unch
	Laddu	2800	2850	-50
	Rascut	2600	2638	-38
Maharashtra	Lal Variety	3250	3250	Unch

Bangalore	Achhu	3000	3000	Unch
	Mudde	3600	3600	Unch
Belgaum	Mudde	3000	3000	Unch
Belthangadi	Yellow (Average)	2850	2850	Unch
Bijapur	Achhu	3100	-	-
Gulbarga	Other (Average)	-	3075	-
Mahalingapura	Penti (Average)	-	3000	-
Mandya	Achhu (Medium)	2950	-	-
	Kurikatu (Medium)	2450	-	-
	Other (Medium)	2450	-	-
	Yellow (Medium)	2750	-	-
Shimoga	Achhu (Average)	3575	3500	75

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

Chandpur	M-31	2965	2965	Unch
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Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	4-Sep-13
BHOGAWATI	S.PP-JK	2918.00-2928.00
	M.PP	3078.00 OPEN
KUMBHI	S1.PP	2928
WARANA	S2.PP	2878
	S.JK	2883
GEMS	S2.PP-S1.PP	2898.00-2948.00
	M.PP	3048

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