

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Friday. Higher supplies and moderate sugar demand offsets the impact of bearishness in the market.
- Brazil has exported 3.35 million tons of sugar, raw value, in August 2013 up from 2.33 million tons in the previous month. This is the highest sugar export figure in August month in last 5 years.
- 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 steady today in Muzaffar nagar 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 try to build stocks at lower rates before festival demand as expected.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Sept-13	Unch	2994	3002	2993	2997
Oct-13	-1	3008	3015	3003	3011
Nov-13	Unch	3020	3020	3009	3016

Contract	Volume	Change	OI	Change
Sept-13	750	-570	9900	-340
Oct-13	1080	-1770	12590	-10
Nov-13	130	-730	6740	30

Spread	Sept-13	Oct-13	Nov-13
Basis	18		
Sept-13		14	19
Oct-13			5

Stocks	Demat 05.9.13	In-Process 05.9.13	Total 05.9.13	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	480.8	485	480.7	484.9	4.8
13-Dec	473.1	475.9	472.6	475.5	3
14-Mar	470.7	472.9	469.8	472.5	2.6

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sept-13	-0.5	1180	1185	1176	1180
Nov-13	4	1124.5	1129	1120.5	1127
Dec-13	-1.5	1080	1081	1070	1075.1

Contract	Volume	Change	OI	Change
Sept-13	2500	270	7600	270
Nov-13	2410	1960	3400	210
Dec-13	430	420	980	-90

Spread	Sept-13	Nov-13	Dec-13
Basis	-34		
Sept-13		-53	-104.5
Oct-13			-51.5

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	16.38	16.57	16.36	16.51	0.13
14-Mar	16.98	17.12	16.96	17.08	0.12
14-May	16.89	17.06	16.89	17.03	0.14

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	370.25	-
Raw Sugar C&F (\$/MT)	Black Sea	401.25	-
Sugar White FOB (\$/MT)	Santos Port	468.00	-

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
		6-Sep-13	5-Sep-13	
Sugar	Delhi - Grade M	3180	3170	10
	Delhi - Grade S	3125	3110	15
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3165	3165	Unch
	UP- Ramala Grade M	3120	3110	10
	UP- Dhampur Grade M Ex-Mill	3025	3040	-15
	UP- Dhampur Grade S Ex-Mill	3005	3020	-15
	UP- Dhampur Grade L Ex-Mill	3050	3090	-40
	Mumbai –Grade M	3276	3296	-20
	Mumbai –Grade S	3026	3082	-56
	Kolhapur – Grade M	3015	3025	-10
	Kolhapur – Grade S	2915	2925	-10
	Guhawati – Grade S	3223	3233	-10
	Shillong – Grade S	3235	3245	-10
	Vijayawada – Grade M	3580	3580	Unch
	Vijayawada- Grade S	3380	3380	Unch
	Nagpur – Grade S	Closed	3150	-
	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)				
		6-Sep-13	5-Sep-13	
Muzaffar Nagar	Chaku	2863	2863	Unch
	Khurpa	-	2600	-
	Laddu	2700	2800	-100
	Rascut	2613	2600	13
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	3100	Unch
Gulbarga	Other (Average)	2900	-	-
Mahalingapura	Penti (Average)	3100	-	-
Mandya	Achhu (Medium)	2950	2950	Unch
	Kurikatu (Medium)	2450	2450	Unch
	Other (Medium)	2450	2450	Unch
	Yellow (Medium)	2800	2750	50
Shimoga	Achhu (Average)	3600	3575	25

UP Private Mills Tender Rates				
Centre	Origin/Grade	6-Sep-13	5-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	6-Sep-13	5-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	6-Sep-13	5-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	09/05/13
SARVODAY	S1.JB	2973
	M/30	3043
WATEGAON	S1.PP	2923
	M.PP	3038
WALWA	S.PP	2908
	M.PP	3028
GEMS	S1.PP-S2.PP	2948.00-2898.00
	M/30	3048
JAKRAYA	S.PP	2875
	S1.PP	2885
VIJAY	S.PP	2891
	S1.PP	2900
SHREEPUR	S.PP-JK	2902.00-2914.00
	M.PP	3083
BHUINJ	S1.PP	2920
	M/30	3040
BARAMATI	S.PP	2910
	S1.PP	3010
DAUND	S.PP	2910
	S1.PP	2925
AKLUJ	S1.JK-JB	2948.00-2963.00
	M/30	3003
SIDDHANATH	S1.PPP	2863
	M.PP	2918
JARANDESHWAR	S2.PP-S1.PP	2880.00-2870.00
	S.JB	2900.00 OPEN
GURUDATT	S1.PP-S2.PP	2925.00-2915.00
	M2.PP	2975
DALMIYA	M2.PP	2920

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