

Sugar & Gur Domestic & International Fundamentals

- Sugar prices improved in key sugar spot markets on Thursday.
- Millers urges government to increase sugar import duty to 30% from existing 15%. It is notable that sugar export is the only way out for millers to clear the mounting cane arrears.
- Pakistan government allowed 5 lac tons of white sugar exports in October and November. However, prices are not competitive for exports from Pakistan at present which would be difficult for traders to ship the allotted quantity in the specified time period.
- 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.
- Gur prices declined 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	7.00	3006.00	3020.00	3006.00	3006.00
Oct-13	2.00	2986.00	2994.00	2986.00	2986.00
Nov-13	-12.00	3003.00	3004.00	2993.00	2993.00

Contract	Volume	Change	OI	Change
Sept-13	1440	450	5620	-1450
Oct-13	3150	-680	11550	-930
Nov-13	1730	510	8920	210

Spread	Sept-13	Oct-13	Nov-13
Basis	-1		
Sept-13		-18	3
Oct-13			21

Stocks	Demat 11.9.13	In-Process 11.9.13	Total 11.9.13	FED 7.9.13
Kolhapur M	3874	0	3874	3874
Kolhapur S	-	-	-	-
Sangli M	-	-	-	-
Delhi M	599	599	599	599

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Oct	491.50	495.40	490.30	491.90	1.00
13-Dec	485.10	488.00	483.60	484.90	1.00
14-Mar	485.50	488.70	485.20	486.20	1.50

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sept-13	3.00	1175.00	1178.00	1171.50	1177.0
Nov-13	4.50	1134.50	1139.50	1129.00	1139.5
Dec-13	-3.00	1082.00	1087.00	1082.00	1085.0

Contract	Volume	Change	OI	Change
Sept-13	1620	-2030	4920	-90
Nov-13	1750	10	4220	600
Dec-13	600	-540	1000	-50

Spread	Sept-13	Nov-13	Dec-13
Basis	-22.5		
Sept-13		-35.5	-89
Oct-13			-53.5

Gur Stock Position	Chaku	Raskut	Papdi	Total
2013	445000	82564	93852	617800
2012	434000	86487	70092	680000

*Stock Positions stored in Warehouses are till 2nd Sept 2013 (All figures in Bags 40 kg each)

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Oct	17.17	17.33	17.07	17.17	-0.01
14-Mar	17.59	17.76	17.57	17.64	0.01
14-May	17.52	17.64	17.48	17.56	0.03

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	389	-
Raw Sugar C&F (\$/MT)	Black Sea	419	-
Sugar White FOB (\$/MT)	Santos Port	484	-

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'13/Oct'13	119	
Dec'13/Oct'13	112.25	
Dec'13/Mar'14	102.25	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	17.17	
Brazil Anhydrous	17.35	
Brazil Hydrous	16.53	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		12-Sep-2013	11-Sep-2013	
Sugar	Delhi - Grade M	3170	3170	Unch
	Delhi - Grade S	3115	3115	Unch
	Delhi - Grade L	--	--	--
	UP- Khatauli Grade M	--	--	--
	UP- Ramala Grade M	--	--	--
	UP- Dhampur Grade M Ex-Mill	3025	3025	Unch
	UP- Dhampur Grade S Ex-Mill	3005	3005	Unch
	UP- Dhampur Grade L Ex-Mill	3075	3075	Unch
	Mumbai –Grade M	3386	3342	+44
	Mumbai –Grade S	3086	3102	-16
	Kolhapur – Grade M	3025	3000	+25
	Kolhapur – Grade S	2925	2900	+25
	Guhawati – Grade S	3233	3207	+26
	Shillong – Grade S	3245	3220	+25
	Vijayawada – Grade M	3580	3580	Unch
	Vijayawada- Grade S	3380	3380	Unch
	Nagpur – Grade S	3250	3150	+100
	Kolkata – Grade M	--	--	--
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	--	--	--
	Chennai - Grade S	3100	3100	Unch

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

Gur Spot Prices (Rs/Qtl)				
		12-Sep-2013	11-Sep-2013	Change
Muzaffar Nagar	Chaku	2850	2875	-25
	Khurpa	2500	2500	Unch
	Laddu	2800	2800	Unch
	Rascut	2600	2600	Unch
Maharashtra	Lal Variety	3250	3250	Unch
Bangalore	Achhu	3000	3000	Unch

	Mudde	3600	3600	Unch
Belgaum	Mudde	2800	2800	Unch
Belthangadi	Yellow (Average)	2800	2800	Unch
Bijapur	Achhu	3200	--	--
Gulbarga	Other (Average)	3150	--	--
Mahalingapura	Penti (Average)	3100	3180	-80
Mandya	Achhu (Medium)	2950	2950	Unch
	Kurikatu (Medium)	2450	2450	Unch
	Other (Medium)	2400	2400	Unch
	Yellow (Medium)	2850	2850	Unch
Shimoga	Achhu (Average)	--	3650	--

UP Private Mills Tender Rates

Centre	Origin/Grade	12-Sep-2013	11-Sep-2013	Change
Dorala	M-30	3045	3045	Unch
Mawana	M-30	3065	3065	Unch
Khatauli	M-30	3050	3050	Unch
Modinagar	M-30	--	--	Unch
Malakpur	M-30	3005	3005	Unch
Simbholi	M-30	3135	3135	Unch
Asamoli	M-30	3130	3130	Unch
Dhanora	M-30	3070	3070	Unch
Dhampur	M-30	3020	3020	Unch
Kinnoni	M-31	3150	3150	Unch
Budhana	M-31	3120	3120	Unch
Thanabhavan	M-31	3085	3085	Unch

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	12-Sep-2013	11-Sep-2013	Change
Baghpat	M-30	3000	3000	Unch
Gajraula	M-30	3000	2980	+20
BulandShahar	M-30	3000	2965	+35
Anupshahar	M-30	3000	2970	+30

UP Government Mills Tender Rates

Centre	Origin/Grade	12-Sep-2013	11-Sep-2013	Change
Morna	M-30	3000	3000	Unch
Nanotha	M-30	2985	2985	Unch
Nazibabad	M-30	2975	2975	Unch
Sakoti	M-30	2980	2980	Unch
Amroha	M-30	--	--	Unch
Chandpur	M-31	2965	2965	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	9/11/13
VENKATESH	S.PP	2915
LOKNETE	M.PP	2915
BARAMATI AGRO	S.PP	2905
ADINATH	S.PP	2868
SANT DAMAJI	S.PP	2873.00-2885.00
	S1.JB	2921
GANGAKHED	S.PP	2872.00-2875.00
VIKAS	S.PP	2878.00-2885.00
	M.PP	3048
WARANA	S2.PP	2865
	M.PP	2973
KUMBHI	S1.PP	2918

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