

Sugar & Gur Domestic & International Fundamentals

- Sugar prices improved in key sugar spot markets on Friday.
- India has exported 1.35 lac tons of sugar (both raws and whites) in August 2013. Out of total exported quantity, around 9800 tons of sugar has been re-exported under ALS scheme to Tanzania as reported.
- Kingsman has projected 4.45 million tons of global sugar surplus in 2013-14 which is half compared to previous forecast done by Kingsman. It is notable that Kingsman has projected 10.7 million tons of global sugar surplus earlier. Lower sugar prices for a long period of time increase the sugar consumption is the main reason for shrinking global sugar surplus.
- Millers urge 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.
- 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	-18.00	3008.00	3010.00	2990.00	2990.00
Oct-13	7.00	2988.00	2995.00	2981.00	2995.00
Nov-13	7.00	2992.00	3004.00	2990.00	3004.00

Contract	Volume	Change	OI	Change
Sept-13	1130	-310	5590	-30
Oct-13	770	-2380	11540	-10
Nov-13	130	-1600	8910	-10

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

Stocks	Demat 12.9.13	In-Process 12.9.13	Total 12.9.13	FED 7.9.13
Kolhapur M	3874	0	3874	3874
Kolhapur S	-	-	-	-
Sangli M	-	-	-	-
Delhi M	599	849	1448	599

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Oct	492.80	493.60	490.10	492.60	0.70
13-Dec	485.10	487.00	484.00	486.90	2.00
14-Mar	486.00	488.30	485.60	488.20	2.00

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sept-13	-7.00	1179.50	1180.00	1168.00	1168.00
Nov-13	-2.50	1140.00	1141.00	1134.00	1136.00
Dec-13	-2.50	1085.00	1085.50	1081.50	1081.50

Contract	Volume	Change	OI	Change
Sept-13	2270	650	4530	-390
Nov-13	1160	-590	4130	-90
Dec-13	320	-280	840	-160

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	17.12	17.24	17.10	17.18	0.01
14-Mar	17.59	17.75	17.59	17.73	0.09
14-May	17.52	17.66	17.50	17.65	0.09

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	379.25	-
Raw Sugar C&F (\$/MT)	Black Sea	409.25	-
Sugar White FOB (\$/MT)	Santos Port	472.75	-

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
		13-Sep-2013	12-Sep-2013	
Sugar	Delhi - Grade M	3180	3170	+10
	Delhi - Grade S	3110	3115	-5
	Delhi - Grade L	--	--	--
	UP- Khatauli Grade M	--	--	--
	UP- Ramala Grade M	--	--	--
	UP- Dhampur Grade M Ex-Mill	3015	3025	-10
	UP- Dhampur Grade S Ex-Mill	2995	3005	-10
	UP- Dhampur Grade L Ex-Mill	3065	3075	-10
	Mumbai –Grade M	3386	3386	Unch
	Mumbai –Grade S	3086	3086	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	3580	Unch
	Vijayawada- Grade S	3380	3380	Unch
	Nagpur – Grade S	3250	3250	+100
	Kolkata – Grade M	3250	--	--
	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)				
		13-Sep-2013	12-Sep-2013	Change
Muzaffar Nagar	Chaku	2855	2850	+5
	Khurpa	2500	2500	Unch
	Laddu	2800	2800	Unch
	Rascut	2588	2600	-12
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	3200	Unch
Gulbarga	Other (Average)	3100	3150	-50
Mahalingapura	Penti (Average)	3080	3100	-20
Mandya	Achhu (Medium)	--	2950	--
	Kurikatu (Medium)	--	2450	--
	Other (Medium)	--	2400	--
	Yellow (Medium)	--	2850	--
Shimoga	Achhu (Average)	3450	--	--

UP Private Mills Tender Rates				
Centre	Origin/Grade	13-Sep-2013	12-Sep-2013	Change
Dorala	M-30	3045	3045	Unch
Mawana	M-30	3065	3065	Unch
Khatauli	M-30	3050	3050	Unch
Modinagar	M-30	--	--	--
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	13-Sep-2013	12-Sep-2013	Change
Baghpat	M-30	2990	3000	-10
Gajraula	M-30	2980	2980	Unch
BulandShahar	M-30	2965	2965	Unch
Anupshahar	M-30	2970	2970	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	13-Sep-2013	12-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	--	--	--
Chandpur	M-31	2965	2965	Unch

Centre	Origin/Grade	9/12/13
PRASAD	S.PP	2890
	S1.PP	2905
DAUND	S.PP	2905
	S1.PP	2915
SHREEPUR	S.PP-JK	2902.00-2912.00
	S1.PP	2948
ADINATH	S.PP-JK	2868.00-2878.00
	M.PP	2973
KUKADI	S.PP	2885
	S1.PP	2900
SOMESHWAR	S1.PP	2973
	M.PP	3063
RENA	S.PP	2873
	S1.PP	2883
UDGIRI	S1.PP	2938
	M.PP	3048
AKLUJ	S.PP-S1.PP	2870.00-2938.00
	M.PP-JK	3046.00-3056.00
SONHIRA	S1.PP	2913.00 OPEN
	M.PP	3013.00 OPEN
KRANTI	S1.PP	2930
	M.PP	3030

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