

## Sugar & Gur Domestic & International Fundamentals

- Sugar prices continue its downward streak in key sugar spot markets on Thursday. Higher sugar production estimates by Industry associations and weak domestic demand led the prices down.
- UP sugar mills are giving a hint that they would not operate for the coming marketing year due to higher degree of increase in cane prices and paltry increase in sugar prices which hit the sugar mills profitability like anything. It is notable that sugar mills in UP haven't give any details of their cane requirement to state government till date which shows that millers are in no mood to start their crushing operations for the coming year.
- As per the expectation that sugar mills wouldn't run their operation in the coming year would affect the sugar production which would lead to increase in prices in the coming festive season.
- Gur prices declined today in Muzaffar nagar market.
- Gur prices likely to move in a range with weak tone. It is noticeable that gur production likely to start from last week of September in various parts of UP which would pressurize the prices of gur in the coming days.

### 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	-20	2925	2930	2925	2928
Oct-13	4	2920	2937	2916	2930
Nov-13	Unch	2942	2959	2940	2952

Contract	Volume	Change	OI	Change
Sept-13	830	770	2250	-350
Oct-13	3700	2250	10560	-860
Nov-13	1860	690	10720	680

Spread	Sept-13	Oct-13	Nov-13
Basis	65		
Sept-13		14	27
Oct-13			13

Stocks	Demat 18.9.13	In-Process 18.9.13	Total 18.9.13	FED 16.9.13
Kolhapur M	3874	0	3874	3874
Kolhapur S	-	-	-	-
Sangli M	-	-	-	-
Delhi M	1847	352	2199	1448

### LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Oct	480.2	482.6	478.50	481.10	0.9
13-Dec	477.4	480.5	476.50	478.90	1.3
14-Mar	479.7	483.1	479.3	482.00	1.5

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sept-13	-2.5	1169	1169	1165	1167.5
Nov-13	-0.5	1115.5	1122.5	1108.5	1118
Dec-13	2.5	1057	1067.5	1056	1063.5

Contract	Volume	Change	OI	Change
Sept-13	2000	1230	1480	-1980
Nov-13	2480	-780	4990	80
Dec-13	1040	300	1200	20

Spread	Sept-13	Nov-13	Dec-13
Basis	-11		
Sept-13		-52.5	-110.5
Oct-13			-58

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

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

### ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Oct	16.80	16.93	16.74	16.89	0.10
14-Mar	17.45	17.51	17.35	17.48	0.08
14-May	17.39	17.44	17.29	17.41	0.08

## Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	<b>375.50</b>	-
Raw Sugar C&F (\$/MT)	Black Sea	<b>405.5</b>	-
Sugar White FOB (\$/MT)	Santos Port	<b>470.5</b>	-

## 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
		9/19/2013	9/18/2013	
Sugar	Delhi - Grade M	3140	3130	<b>+10</b>
	Delhi - Grade S	3100	3100	<b>Unch</b>
	Delhi - Grade L	3260	--	--
	UP- Khatauli Grade M	3135	3135	<b>Unch</b>
	UP- Ramala Grade M	3060	3060	<b>Unch</b>
	UP- Dhampur Grade M Ex-Mill	3000	3015	<b>-15</b>
	UP- Dhampur Grade S Ex-Mill	2980	2995	<b>-15</b>
	UP- Dhampur Grade L Ex-Mill	3050	3065	<b>-15</b>
	Mumbai –Grade M	3272	Closed	--
	Mumbai –Grade S	3072	Closed	--
	Kolhapur – Grade M	3000	Closed	--
	Kolhapur – Grade S	2900	Closed	--
	Guhawati – Grade S	3207	--	--
	Shillong – Grade S	3220	--	--
	Vijayawada – Grade M	3580	3580	<b>Unch</b>
	Vijayawada- Grade S	3360	3360	<b>Unch</b>
	Nagpur – Grade S	--	3225	--
	Kolkata – Grade M	3390	--	--
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	<b>Unch</b>
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	--	--	--
	Chennai - Grade S	3100	3100	<b>Unch</b>

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

Gur Spot Prices (Rs/Qtl)				
		9/19/2013	9/18/2013	Change
Muzaffar Nagar	Chaku	2900	2913	<b>-13</b>
	Khurpa	--	--	--
	Laddu	2950	2900	<b>+50</b>
	Rascut	2612	2600	<b>+12</b>
Maharashtra	Lal Variety	3250	3250	
Bangalore	Achhu	3400	3000	<b>+400</b>

	Mudde	3600	3600	Unch
<b>Belgaum</b>	Mudde	2800	--	--
<b>Belthangadi</b>	Yellow (Average)	2850	--	--
<b>Bijapur</b>	Achhu	3100	--	--
<b>Gulbarga</b>	Other (Average)	3050	--	--
<b>Mahalingapura</b>	Penti (Average)	--	--	--
<b>Mandya</b>	Achhu (Medium)	2950	3000	-50
	Kurikatu (Medium)	2400	2400	Unch
	Other (Medium)	2450	2400	+50
	Yellow (Medium)	2850	2800	+50
<b>Shimoga</b>	Achhu (Average)	--	--	--

UP Private Mills Tender Rates				
Centre	Origin/Grade	9/19/2013	9/18/2013	Change
Dorala	M-30	3040	3045	-5
Mawana	M-30	3065	3065	Unch
Khatauli	M-30	3035	3045	-10
Modinagar	M-30	NA	NA	-
Malakpur	M-30	2980	3000	-20
Simbholi	M-30	3135	3135	Unch
Asamoli	M-30	3125	3125	Unch
Dhanora	M-30	3040	3040	Unch
Dhampur	M-30	3000	3000	Unch
Kinnoni	M-31	3145	3145	Unch
Budhana	M-31	3070	3070	Unch
Thanabhavan	M-31	3060	3060	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	9/19/2013	9/18/2013	Change
Baghpat	M-30	2985	2985	Unch
Gajraula	M-30	2970	2970	Unch
BulandShahar	M-30	2945	2945	Unch
Anupshahar	M-30	2960	2960	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	9/19/2013	9/18/2013	Change
Morna	M-30	2985	2985	Unch
Nanotha	M-30	2970	2970	Unch
Nazibabad	M-30	2970	2970	Unch
Sakoti	M-30	2960	2960	Unch
Amroha	M-30	NA	NA	-
Chandpur	M-31	2985	2985	Unch

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