

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key sugar spot markets on Friday as millers are trying to offload their stocks at reduced prices.
- Indian white sugar offered at FOB \$480 per ton at which exporters are seeking foreign buyers.
- Thai raw sugar premium fall drastically to 100 points over ICE Oct contract from previous 160 points as reported.
- 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 improved 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
Oct-13	7.00	2932.00	2945.00	2932.00	2937.00
Nov-13	8.00	2955.00	2965.00	2948.00	2960.00
Dec-13	4.00	2953.00	2965.00	2948.00	2955.00

Contract	Volume	Change	OI	Change
Oct-13	1090	90	9950	-240
Nov-13	660	-840	11550	210
Dec-13	340	40	5480	100

Spread	Oct-13	Nov-13	Dec-13
Basis	63		
Sept-13		23	18
Oct-13			-5

Stocks	Demat 19.9.13	In-Process 19.9.13	Total 19.9.13	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	484.6	487.9	483.6	487.5	6.4
13-Dec	481.8	485.0	481.8	484.9	6.0
14-Mar	485.0	487.6	484.3	487.6	5.6

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-13	5.00	1119.50	1129.00	1115.00	1123.00
Dec-13	-0.50	1066.00	1072.00	1061.50	1063.00
Jan-13	4.00	1078.00	1078.00	1078.00	1078.00

Contract	Volume	Change	OI	Change
Nov-13	3610	-1350	5680	50
Dec-13	840	20	1650	210
Jan-13	10	-100	260	0

Spread	Nov-13	Dec-13	Jan-14
Basis	57		
Sept-13		-60	-45
Oct-13			15

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	16.95	17.23	16.95	17.17	0.28
14-Mar	17.58	17.8	17.54	17.74	0.26
14-May	17.5	17.7	17.48	17.65	0.24

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	386.75	-
Raw Sugar C&F (\$/MT)	Black Sea	416.75	-
Sugar White FOB (\$/MT)	Santos Port	481.75	-

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
		9/20/2013	9/19/2013	
Sugar	Delhi - Grade M	3160	3140	+20
	Delhi - Grade S	3080	3100	-20
	Delhi - Grade L	3190	3260	-70
	UP- Khatauli Grade M	3130	3135	-5
	UP- Ramala Grade M	3050	3060	-10
	UP- Dhampur Grade M Ex-Mill	3000	3000	Unch
	UP- Dhampur Grade S Ex-Mill	2980	2980	Unch
	UP- Dhampur Grade L Ex-Mill	3050	3050	Unch
	Mumbai –Grade M	3272	3272	Unch
	Mumbai –Grade S	3062	3072	-10
	Kolhapur – Grade M	3000	3000	Unch
	Kolhapur – Grade S	2900	2900	Unch
	Guhawati – Grade S	3207	3207	Unch
	Shillong – Grade S	3220	3220	Unch
	Vijayawada – Grade M	3580	3580	Unch
	Vijayawada- Grade S	3360	3360	Unch
	Nagpur – Grade S	3150	--	--
	Kolkata – Grade M	--	3390	--
	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)				
		9/20/2013	9/19/2013	Change
Muzaffar Nagar	Chaku	2950	2900	+50
	Khurpa	--	--	--
	Laddu	--	2950	--
	Rascut	2600	2612	-12
Maharashtra	Lal Variety	3250	3250	Unch
Bangalore	Achhu	3400	3400	Unch

	Mudde	3600	3600	Unch
Belgaum	Mudde	2800	2800	Unch
Belthangadi	Yellow (Average)	--	2850	--
Bijapur	Achhu	3200	3100	+100
Gulbarga	Other (Average)	3175	3050	+125
Mahalingapura	Penti (Average)	--	--	--
Mandya	Achhu (Medium)	2950	2950	Unch
	Kurikatu (Medium)	2400	2400	Unch
	Other (Medium)	2400	2450	-50
	Yellow (Medium)	2850	2850	Unch
Shimoga	Achhu (Average)	3625	3625	Unch

UP Private Mills Tender Rates				
Centre	Origin/Grade	9/20/2013	9/19/2013	Change
Dorala	M-30	3040	3040	Unch
Mawana	M-30	3065	3065	Unch
Khatauli	M-30	3035	3035	Unch
Modinagar	M-30	NA	NA	--
Malakpur	M-30	2980	2980	Unch
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	9/20/2013	9/19/2013	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	9/20/2013	9/19/2013	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

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	9/19/13
RENUKA ATHANI	M.PP	3098
SHREEPUR	S.PP	2867
	M.PP	3053
RENA	S.PP	2838
GURUDATT	S1.PP	2881
UDGIRI	S2.PP	2883
	M.PP	2938
SONHIRA	S1.PP	2893
	M.PP	2993
BHOGAWATI	S1.PP	2888.00 OPEN
	M.PP	3048.00 OPEN

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