

Sugar & Gur Domestic & International Fundamentals

- Cash sugar market continues to extend its loss further on the back of sluggish trading activities on Saturday. Sugar mills to have quoted lower price as they are trying to off load excessive stock before the new session starts.
- 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 traded flat today in Muzaffar nagar market.
- Gur prices likely to move in a range with weak tone expected to continue. There is a talk in the market that gur crushers in up would get higher cane for crushing if sugar mills start late crushing under the given scenario.

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 starts.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Oct-13	-11.00	0	2938	2923	2929
Nov-13	-8.00	11	2960	2950	2953
Dec-13	-15.00	2	2956	2941	2941

Contract	Volume	Change	OI	Change
Oct-13	360	-730	9970	20
Nov-13	470	-190	11700	150
Dec-13	70	-270	5520	40

Spread	Oct-13	Nov-13	Dec-13
Basis	-		
Sept-13		-	-
Oct-13			-

Stocks	Demat 20.9.13	In-Process 20.9.13	Total 20.9.13	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-Dec	487.1	489.7	485.0	486.4	-1.1
14-Mar	484.6	487.5	483.2	484.2	-0.7
14-May	486.5	489.7	486.2	487.2	-0.4

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-13	-5	311	1124	1117	1118
Dec-13	-7	312	1063	1060	1060
Jan-13	-6	401	1078	1072	1072

Contract	Volume	Change	OI	Change
Nov-13	1,920	-1690	5950	270
Dec-13	300	-540	1660	10
Jan-14	110	100	270	10

Spread	Nov-13	Dec-13	Jan-14
Basis	-		
Sept-13		-	-
Oct-13			-

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	17.2	17.33	17.11	17.18	0.01
14-Mar	17.79	17.9	17.67	17.74	unch
14-May	17.65	17.79	17.6	17.65	unch

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
		21-Sep-2013	20-Sep-2013	
Sugar	Delhi - Grade M	3170	3160	10
	Delhi - Grade S	3070	3080	-10
	Delhi - Grade L	3190	3190	Unch
	UP- Khatauli Grade M	3125	3130	-5
	UP- Ramala Grade M	3060	3050	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	3262	3272	-10
	Mumbai –Grade S	3056	3062	-6
	Kolhapur – Grade M	2990	3000	-10
	Kolhapur – Grade S	2890	2900	-10
	Guhawati – Grade S	3197	3207	-10
	Shillong – Grade S	3210	3220	-10
	Vijayawada – Grade M	3580	3580	Unch
	Vijayawada- Grade S	3360	3360	Unch
	Nagpur – Grade S	3150	3150	Unch
	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)				
		21-Sep-2013	20-Sep-2013	Change
Muzaffar Nagar	Chaku	2913	2950	-37
	Khurpa	--	--	--
	Laddu	2950	--	--

	Rascut	2613	2600	13
Maharashtra	Lal Variety	3250	3250	Unch
Bangalore	Achhu	3400	3400	Unch
	Mudde	3600	3600	Unch
Belgaum	Mudde	2700	2800	-100
Belthangadi	Yellow (Average)	--	--	--
Bijapur	Achhu	3200	3200	Unch
Gulbarga	Other (Average)	--	3175	--
Mahalingapura	Penti (Average)	--	--	--
Mandya	Achhu (Medium)	2900	2950	-50
	Kurikatu (Medium)	2400	2400	Unch
	Other (Medium)	2400	2400	Unch
	Yellow (Medium)	2800	2850	-50
Shimoga	Achhu (Average)	3625	3625	Unch

UP Private Mills Tender Rates				
Centre	Origin/Grade	21-Sep-2013	20-Sep-2013	Change
Dorala	M-30	3025	3040	-15
Mawana	M-30	3060	3065	-5
Khatauli	M-30	3025	3035	-10
Modinagar	M-30	--	--	--
Malakpur	M-30	2980	2980	Unch
Simbholi	M-30	3125	3135	-10
Asamoli	M-30	3120	3125	-5
Dhanora	M-30	3040	3040	Unch
Dhampur	M-30	2980	3000	-20
Kinnoni	M-31	3145	3145	Unch
Budhana	M-31	3065	3070	-5
Thanabhavan	M-31	3050	3060	-10
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	21-Sep-2013	20-Sep-2013	Change
Baghpat	M-30	2980	2985	-5
Gajraula	M-30	2960	2970	-10
BulandShahar	M-30	2945	2945	Unch
Anupshahar	M-30	2950	2960	-10
UP Government Mills Tender Rates				
Centre	Origin/Grade	21-Sep-2013	20-Sep-2013	Change
Morna	M-30	2980	2985	-5
Nanotha	M-30	2975	2970	5
Nazibabad	M-30	2960	2970	-10

Sakoti	M-30	2960	2960	Unch
Amroha	M-30	--	--	--
Chandpur	M-31	2945	2985	-40

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	9/20/13
DATT SHIROL	S1.PP	2904.00 OPEN
	M.PP	3013.00 OPEN
SAHYADRI	S1.PP	2885
	S2.PP	2875

International Sugar Futures ICE

(Cents/Lb)

Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago
		20-Sep-13	13-Sep-13	20-Aug-13	20-Sep-12
13-Oct	-14.44	2414	2401	2314	2821
14-Mar	-12.09	2492	2484	2398	2835
14-May	-13.73	2480	2473	2388	2874

(Source: Reuters) * Today – figures are a day ago Quotes.

International Sugar Futures LIFFE

(USD/MT)

Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago
		20-Sep-13	13-Sep-13	20-Aug-13	20-Sep-12
13-Aug	-11.77	3051	3086	3064	3458
13-Oct	-12.04	3037	3046	2989	3453
13-Dec	-11.90	3056	3058	2975	3468

(Source: Reuters) * Today – figures are a day ago Quotes.

Spot Prices of Sugar at NCDEX Delivery Centers

	% Change over previous year	Today	Week ago	Month Ago	Year Ago
		21-Sep-13	14-Sep-13	21-Aug-13	21-Sep-12
Sugar S Grade					
Erode	-15.17	3148	3148	3166	3711
Kolhapur	-18.82	2895	2926	2952	3566
Kolkata	-100.00	-	-	3200	3750
Vashi	-16.49	3059	3075	3092	3663
Sugar M Grade					
Delhi	-16.34	3133	3170	3228	3745
Erode	-15.43	3223	3223	3241	3811
Kanpur	-13.50	3300	3300	3325	3815
Kolhapur	-18.36	2989	3024	3060	3661
Kolkata	-17.63	3200	3351	3415	3885
Muzaffar Nagar	-15.04	3203	3230	3263	3770

*NA: Not Available

Source: NCDEX; NCDEX delivery prices are inclusive of mandi tax and other applicable.

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