

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Tuesday as markets could not find adequate cues to decide the prices either side.
- Global sugar surplus likely to increase thanks to good output expectations for next year. It is notable that trade houses like Czarnikow, Dataagro and Kingsman cut global sugar surplus estimate for 2013-14 which is starting from today.
- UP millers are not in a mood to run their cane crushing operations for 2013-14 due to mounting arrears and no hopes of rising sugar prices which put them into deep trouble. It is notable that Y-o-Y increase in cane prices by state government increase the cost of production of sugar for mills.
- Sugarcane yield likely to increase by 17% in 2013-14 compared to prior year owing to good rainfall in major sugarcane producing states like Maharashtra, Karnataka and UP.
- According to Ministry of Agriculture, Total around 48.74 lac hectares of sugarcane sowing has been done till 13th September 2013. However, this year progressive sowing till last week is 2.6% lower compared to last year same period. It is notable that sugarcane has been sowed in 2012-13 was 50.06 lac hectares at same period.
- Sugar price seems bullish in short term in international arena due to increasing sugar demand cuts surplus of sugar, according to Czarnikow.
- Gur prices declined sharply in Muzaffarnagar spot market on Tuesday.

Outlook: We expect price to move in a narrow range. Fresh buying interest may emerge at lower level.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Oct-13	10	2876	2880	2860	2870
Nov-13	8	2891	2911	2890	2899
Dec-13	1	2900	2906	2895	2895

Contract	Volume	Change	OI	Change
Oct-13	1860	610	6940	-90
Nov-13	2950	-70	25520	1040
Dec-13	800	-390	7430	120

Spread	Oct-13	Nov-13	Dec-13
Basis	90		
Oct-13		31	30
Nov-13			-1

Stocks	Demat 28.9.13	In-Process 28.9.13	Total 28.9.13	FED 24.9.13
Kolhapur M	2974	0	2974	3874
Kolhapur S	-	-	-	-
Sangli M	-	-	-	-
Delhi M	2199	0	2199	2149

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Dec	488	488.1	477.8	478.9	-9.7
14-Mar	487	487.1	478.2	478.8	-10
14-May	490	490.7	482.3	482.8	-9.7

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-13	Unch	1125	1128.5	1121	1126
Dec-13	-3.5	1057	1057	1053	1055
Jan-13	-4	1069	1069	1065.5	1067

Contract	Volume	Change	OI	Change
Nov-13	1910	-150	6670	-150
Dec-13	520	160	2440	30
Jan-13	40	-100	260	0

Spread	Nov-13	Dec-13	Jan-14
Basis	104		
Sept-13		-69	-54
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 2th Sept 2013 (All figures in Bags 40 kg each)

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Oct	17.5	17.5	16.78	16.87	-0.64
14-Mar	18.14	18.16	17.65	17.74	-0.45
14-May	18.07	18.07	17.58	17.67	-0.41

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	398.75	-
Raw Sugar C&F (\$/MT)	Black Sea	427.5	-
Sugar White FOB (\$/MT)	Santos Port	493.75	-

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
		1-Oct-2013	30-Sep-2013	
Sugar	Delhi - Grade M	3060	3070	-10
	Delhi - Grade S	3030	3040	-10
	Delhi - Grade L	3100	3100	Unch
	UP- Khatauli Grade M	3060	3080	-20
	UP- Ramala Grade M	3025	3050	-25
	UP- Dhampur Grade M Ex-Mill	2970	2970	Unch
	UP- Dhampur Grade S Ex-Mill	2950	2950	Unch
	UP- Dhampur Grade L Ex-Mill	3020	3020	Unch
	Mumbai –Grade M	3232	3232	Unch
	Mumbai –Grade S	3063	3063	Unch
	Kolhapur – Grade M	2925	2950	-25
	Kolhapur – Grade S	2825	2800	25
	Guwahati – Grade S	3131	3106	25
	Shillong – Grade S	3145	3120	25
	Vijayawada – Grade M	3540	3540	Unch
	Vijayawada- Grade S	3300	3300	Unch
	Nagpur – Grade M	3250	3250	Unch
	Nagpur – Grade S	3050	3100	-50
	Kolkata – Grade M	3145	3180	-35
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-
	Chennai - Grade S	3050	3075	-25

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

Gur Spot Prices (Rs/Qtl)				
		1-Oct-2013	30-Sep-2013	Change
Muzaffar Nagar	Chaku	3000	3075	-75
	Khurpa	-	-	-
	Laddu	-	-	-
	Rascut	2625	2650	-25
Maharashtra	Lal Variety	3300	3250	50

Bangalore	Achhu	3000	3000	Unch
	Mudde	3200	3200	Unch
Belgaum	Mudde	-	2900	-
Belthangadi	Yellow (Average)	-	2850	-
Bijapur	Achhu	3200	3200	Unch
Gulbarga	Other (Average)	-	3250	-
Mahalingapura	Penti (Average)	3180	3140	40
Mandya	Achhu (Medium)	2850	2900	-50
	Kurikatu (Medium)	2400	2400	Unch
	Other (Medium)	2400	2400	Unch
	Yellow (Medium)	2850	2800	50
Shimoga	Achhu (Average)	3300	3325	-25

UP Private Mills Tender Rates				
Centre	Origin/Grade	1-Oct-2013	30-Sep-2013	Change
Dorala	M-30	3000	3000	Unch
Mawana	M-30	3035	3035	Unch
Khatauli	2995	2995	2995	Unch
Modinagar	M-30	-	-	-
Malakpur	M-30	2980	2980	Unch
Simbholi	M-30	3115	3115	Unch
Asamoli	M-30	3105	3105	Unch
Dhanora	M-30	3035	3035	Unch
Dhampur	M-30	2950	2950	Unch
Kinnoni	M-31	3130	3130	Unch
Budhana	M-31	3000	3000	Unch
Thanabhavan	M-31	3000	3000	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	1-Oct-2013	30-Sep-2013	Change
Baghpat	M-30	2940	2940	Unch
Gajraula	M-30	2920	2920	Unch
BulandShahar	M-30	2935	2935	Unch
Anupshahar	M-30	2910	2910	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	1-Oct-2013	30-Sep-2013	Change
Morna	M-30	2940	2940	Unch
Nanotha	M-30	2930	2930	Unch
Nazibabad	M-30	2920	2920	Unch
Sakoti	M-30	2940	2940	Unch
Amroha	M-30	-	-	-
Chandpur	M-31	2935	2935	Unch

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