

Sugar & Gur Domestic & International Fundamentals

- Sugar prices improved in key sugar spot markets today after consecutive decline in the prices. Retail buying of sugar occurred due to upcoming festivals which led the prices up.
- Brazil has exported 2.55 million tons of sugar, raw value, in September 2013 marginally down from 2.63 million tons in the previous year. Higher sugar production than consumption and smooth movement of sugar at ports led the sugar exports increase from Brazilian ports. It is notable that Brazil has exported 14.14 million tons of sugar this year till September which was 11.63 million tons, raw value, last year same period.
- 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.
- 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	-3.00	2867.00	2880.00	2860.00	2865.00
Nov-13	0.00	2895.00	2911.00	2888.00	2894.00
Dec-13	0.00	2898.00	2906.00	2890.00	2897.00

Contract	Volume	Change	OI	Change
Oct-13	1420	-440	6040	-900
Nov-13	1410	-1540	25760	240
Dec-13	880	80	7710	280

Spread	Oct-13	Nov-13	Dec-13
Basis	85		
Oct-13		29	32
Nov-13			3

Stocks	Demat 01.10.13	In-Process 01.10.13	Total 01.10.13	FED 30.9.13
Kolhapur M	1149	0	1149	2974
Kolhapur S	-	-	-	-
Sangli M	-	-	-	-
Delhi M	2199	0	2199	2199

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Dec	489.0	493.1	487.2	492.2	3.5
14-Mar	490.4	494.4	487.9	493.5	3.6
14-May	494.0	497.5	493.5	496.8	3.0

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-13	3.50	1125.00	1130.50	1121.00	1129.00
Dec-13	3.50	1059.00	1059.00	1053.00	1058.00
Jan-13	-3.50	1069.00	1069.00	1065.50	1067.50

Contract	Volume	Change	OI	Change
Nov-13	1990	80	6630	-40
Dec-13	410	-110	2620	180
Jan-13	40	0	270	10

Spread	Nov-13	Dec-13	Jan-14
Basis	51		
Sept-13		-71	-61.5
Oct-13			9.5

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	18.32	18.56	18.22	18.51	0.19
14-Mar	18.2	18.43	18.12	18.38	0.15
14-May	18.14	18.33	18	18.26	0.12

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	396	-
Raw Sugar C&F (\$/MT)	Black Sea	424.75	-
Sugar White FOB (\$/MT)	Santos Port	492	-

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
		3-Oct-2013	30-Sep-2013	
Sugar	Delhi - Grade M	3070	3060	+10
	Delhi - Grade S	3035	3030	+5
	Delhi - Grade L	3100	3100	Unch
	UP- Khatauli Grade M	3075	3060	+15
	UP- Ramala Grade M	3025	3025	Unch
	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	2950	2925	+25
	Kolhapur – Grade S	2850	2825	+25
	Guhawati – Grade S	3157	3131	+25
	Shillong – Grade S	3170	3145	+25
	Vijayawada – Grade M	3540	3540	Unch
	Vijayawada- Grade S	3300	3300	Unch
	Nagpur – Grade M	3250	3250	Unch
	Nagpur – Grade S	3100	3050	+50
	Kolkata – Grade M	3145	3145	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-
	Chennai - Grade S	3050	3050	Unch

Gur Spot Prices (Rs/Qtl)

		3-Oct-2013	1-Oct-2013	Change
Muzaffar Nagar	Chaku	2950	3000	-50
	Khurpa	-	-	-
	Laddu	-	-	-
	Rascut	2650	2625	+25
Maharashtra	Lal Variety	3300	3300	Unch

Bangalore	Achhu	3000	3000	Unch
	Mudde	3200	3200	Unch
Belgaum	Mudde	2800	-	-
Belthangadi	Yellow (Average)	2850	-	-
Bijapur	Achhu	3250	3200	+50
Gulbarga	Other (Average)	3150	-	-
Mahalingapura	Penti (Average)	3140	3180	-40
Mandya	Achhu (Medium)	2850	2850	Unch
	Kurikatu (Medium)	2400	2400	Unch
	Other (Medium)	2400	2400	Unch
	Yellow (Medium)	2850	2850	Unch
Shimoga	Achhu (Average)	3325	3300	+25

UP Private Mills Tender Rates				
Centre	Origin/Grade	3-Oct-2013	1-Oct-2013	Change
Dorala	M-30	3000	3000	Unch
Mawana	M-30	3030	3035	-5
Khatauli	2995	2975	2995	-20
Modinagar	M-30	NA	-	-
Malakpur	M-30	2980	2980	Unch
Simbholi	M-30	3115	3115	Unch
Asamoli	M-30	3105	3105	Unch
Dhanora	M-30	3030	3035	-5
Dhampur	M-30	2950	2950	Unch
Kinnoni	M-31	3130	3130	Unch
Budhana	M-31	2985	3000	-15
Thanabhavan	M-31	2985	3000	-15
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	3-Oct-2013	1-Oct-2013	Change
Baghpat	M-30	2940	2940	Unch
Gajraula	M-30	2920	2920	Unch
BulandShahar	M-30	2930	2935	-5
Anupshahar	M-30	2910	2910	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	3-Oct-2013	1-Oct-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	NA	-	-

Chandpur	M-31	2930	2935	-5
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