

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key sugar spot markets on Tuesday due to weak sugar demand from retailers.
- ISMA has estimated sugarcane acreage to be around 9.4 lac hectares which is almost similar to 2012-13.
- Recent hike in International sugar prices thanks to wet conditions decrease the sugarcane production in Brazil for 2013-14. This hike in sugar prices would give some boost to sugar export from India.
- Sugar export business likely to get boost in the coming years considering increasing amount of refineries near to ports. Presently, Shree Renuka Sugars become the leader in India as far as sugar refineries are concerned. It is notable that it has imported raw sugar at very reasonable rates from its Brazilian unit and then refines it here for re-export purpose.
- DGFT suggests relaxation of sugar export norms of around 2-2.5 million tons. It means an exporter now doesn't need to register for sugar export until sugar export reaches 2-2.5 million.
- Gur prices are moving in a range from last couple of weeks in Muzaffar nagar spot market. However, overall sentiments remained bearish as expected delay in crushing season by UP millers might urge farmers to divert their cane for making gur.

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	10.00	2845.00	2845.00	2800.00	2825.00
Nov-13	13.00	2890.00	2895.00	2877.00	2894.00
Dec-13	3.00	2890.00	2890.00	2876.00	2883.00

Contract	Volume	Change	OI	Change
Oct-13	130	-10	190	-170
Nov-13	3100	2000	29750	-960
Dec-13	720	210	9870	210

Spread	Oct-13	Nov-13	Dec-13
Basis	75		
Oct-13		69	58
Nov-13			-11

Stocks	Demat 14.10.13	In-Process 14.10.13	Total 14.10.13	FED 14.10.13
Kolhapur M	1099	0	1099	1099
Kolhapur S	-	-	-	-
Sangli M	-	-	-	-
Delhi M	200	0	200	1331

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Dec	504.80	509.00	504.60	508.10	1.40
14-Mar	500.70	505.00	499.80	504.40	2.10
14-May	502.90	508.00	502.90	507.90	2.90

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-13	2.00	1123.00	1128.00	1122.00	1126.50
Dec-13	1.50	1059.00	1061.50	1057.50	1060.50
Jan-13	9.50	1072.50	1073.50	1066.00	1073.50

Contract	Volume	Change	OI	Change
Nov-13	1230	510	7530	-100
Dec-13	180	-80	3300	-20
Jan-13	30	20	290	0

Spread	Nov-13	Dec-13	Jan-14
Basis	43.5		
Sept-13		-66	-53
Oct-13			13

Gur Stock Position	Chaku	Raskut	Papdi	Total
2013	101000	40000	36000	186000
2012	60000	45000	30000	157000

*Stock Positions stored in Warehouses are till 7th Oct 2013 (All figures in Bags 40 kg each)

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Oct	18.91	19.11	18.84	19.05	0.12
14-Mar	18.76	18.96	18.72	18.91	0.11
14-May	18.64	18.81	18.61	18.78	0.10

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	405.25	-
Raw Sugar C&F (\$/MT)	Black Sea	434	-
Sugar White FOB (\$/MT)	Santos Port	500.75	-

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Dec'13/Mar'14	89.50	
Mar'14/Mar'14	85.00	
May'14/May'14	90.50	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	19.95	
Brazil Anhydrous	18.37	
Brazil Hydrous	17.90	

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		10/15/2013	10/12/2013	
Sugar	Delhi - Grade M	3185	3185	Unch
	Delhi - Grade S	3145	3145	Unch
	Delhi - Grade L	3220	3220	Unch
	UP- Khatauli Grade M	3095	3095	Unch
	UP- Ramala Grade M	3105	3105	Unch
	UP- Dhampur Grade M Ex-Mill	2980	3000	-20
	UP- Dhampur Grade S Ex-Mill	2960	2980	-20
	UP- Dhampur Grade L Ex-Mill	3030	3050	-20
	Mumbai –Grade M	3226	3232	-6
	Mumbai –Grade S	2996	3002	-6
	Kolhapur – Grade M	2900	2900	Unch
	Kolhapur – Grade S	2800	2800	Unch
	Guhawati – Grade S	3106	3106	Unch
	Shillong – Grade S	3120	3120	Unch
	Vijayawada – Grade M	3500	3500	Unch
	Vijayawada- Grade S	3300	3300	Unch
	Nagpur – Grade M	3250	3250	Unch
	Nagpur – Grade S	3050	3050	Unch
	Kolkata – Grade M	NA	Closed	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	NA	NA	-
	Chennai - Grade S	3000	3000	Unch

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

Gur Spot Prices (Rs/Qtl)				
		10/15/2013	10/12/2013	Change
Muzaffar Nagar	Chaku	2925	3000	-75
	Khurpa(New)	1250	1235	15
	Laddoo(New)	1300	1310	-10
	Rascut	2863	2613	250

Maharashtra	Lal Variety	3400	3350	50
Bangalore	Achhu	3400	NA	-
	Mudde	3600	NA	-
Belgaum	Mudde	NA	NA	-
Belthangadi	Yellow (Average)	NA	NA	-
Bijapur	Achhu	3200	NA	-
Gulbarga	Other (Average)	3000	2950	50
Mahalingapura	Penti (Average)	NA	NA	-
Mandya	Achhu (Medium)	2900	NA	-
	Kurikatu (Medium)	2500	NA	-
	Other (Medium)	2550	NA	-
	Yellow (Medium)	2800	NA	-
Shimoga	Achhu (Average)	3350	NA	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	10/15/2013	10/12/2013	Change
Dorala	M-30	3010	3015	-5
Mawana	M-30	3030	3030	Unch
Khatauli	M-30	2990	3005	-15
Modinagar	M-30	NA	NA	-
Malakpur	M-30	2980	2980	Unch
Simbholi	M-30	3160	3180	-20
Asamoli	M-30	3155	3170	-15
Dhanora	M-30	2965	2990	-25
Dhampur	M-30	2960	2980	-20
Kinnoni	M-31	3190	3225	-35
Budhana	M-31	2950	2950	Unch
Thanabhavan	M-31	2980	2950	30

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	10/15/2013	10/12/2013	Change
Baghpat	M-30	2915	2920	-5
Gajraula	M-30	2895	2910	-15
BulandShahar	M-30	NA	NA	-
Anupshahar	M-30	2890	2900	-10

UP Government Mills Tender Rates				
Centre	Origin/Grade	10/15/2013	10/12/2013	Change
Morna	M-30	2915	2920	-5
Nanotha	M-30	2905	2910	-5
Nazibabad	M-30	2900	2900	Unch
Sakoti	M-30	2910	2910	Unch
Amroha	M-30	NA	NA	-
Chandpur	M-31	2900	2900	Unch

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