

## Sugar & Gur Domestic & International Fundamentals

- Steady to slightly firm sentiments recorded in key sugar spot markets on Friday due to better sugar demand from retailers.
- As per by Ministry of Agriculture, The total sugarcane Kharif sown area, as per reports received from States, during the week ending 11.10.2013 stands at 48.74 lakh hectare as compared to 50.06 lakh hectare at this time last year which is down about 1.32 lakh hectare from previous year. However against it ISMA projected total sugarcane acreage for crushing in India in sugar season 2013-14, will be around 52.89 lakh hectare which is almost 9% higher than the initial estimates of Ministry of Agriculture of 48.53 lakh hectare.
- 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	-77.00	2815.00	2815.00	2725.00	2730.00
Nov-13	8.00	2893.00	2900.00	2890.00	2899.00
Dec-13	0.00	2885.00	2891.00	2881.00	2885.00

Contract	Volume	Change	OI	Change
Oct-13	190	230	130	-60
Nov-13	3,170	3770	27550	-1260
Dec-13	1,800	1890	11450	1390

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

Stocks	Demat 17.10.13	In-Process 17.10.13	Total 17.10.13	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	505.80	508.50	505.40	506.30	-0.60
14-Mar	504.20	505.70	502.70	504.30	0.30
14-May	506.70	508.60	505.70	507.40	0.50

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-13	4.00	1103.50	1106.50	1097.00	1104.50
Dec-13	3.00	1054.50	1054.50	1044.50	1049.00
Jan-13	1.00	1059.00	1077.00	1059.00	1066.50

Contract	Volume	Change	OI	Change
Nov-13	4,480	-2660	6520	-760
Dec-13	1,570	-1720	2600	-260
Jan-13	70	-210	310	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 7<sup>th</sup> Oct 2013 (All figures in Bags 40 kg each)

### ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
13-Oct	18.97	19.04	18.87	19.00	-0.01
14-Mar	18.84	18.87	18.74	18.84	-0.02
14-May	18.71	18.72	18.60	18.69	-0.02

## Brazil Sugar Quotes (Kingsman US\$/MT)

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

## 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
		18-Oct-13	17-Oct-13	
Sugar	Delhi - Grade M	3200	3175	25
	Delhi - Grade S	3150	3125	25
	Delhi - Grade L	3225	3200	25
	UP- Khatauli Grade M	3115	3100	15
	UP- Ramala Grade M	3015	3005	10
	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	3236	3236	Unch
	Mumbai –Grade S	3020	2982	38
	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	3280	3300	-20
	Nagpur – Grade M	3200	3250	-50
	Nagpur – Grade S	3000	3050	-50
	Kolkata – Grade M	3290	NA	-
	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)				
		18-Oct-13	17-Oct-13	Change
Muzaffar Nagar	Chaku	2950	2950	Unch
	Khurpa(New)	1270	1265	5
	Laddoo(New)	1340	1240	100
	Rascut	2600	2613	-13
Maharashtra	Lal Variety	3400	3275	125

<b>Bangalore</b>	Achhu	NA	3400	-
	Mudde	NA	3600	-
<b>Belgaum</b>	Mudde	NA	2800	-
<b>Belthangadi</b>	Yellow (Average)	NA	2900	-
<b>Bijapur</b>	Achhu	NA	3150	-
<b>Gulbarga</b>	Other (Average)	NA	NA	-
<b>Mahalingapura</b>	Penti (Average)	NA	3060	-
<b>Mandya</b>	Achhu (Medium)	NA	3000	-
	Kurikatu (Medium)	NA	2500	-
	Other (Medium)	NA	2600	-
	Yellow (Medium)	NA	2850	-
<b>Shimoga</b>	Achhu (Average)	NA	3450	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	18-Oct-13	17-Oct-13	Change
Dorala	M-30	3005	3005	Unch
Mawana	M-30	3035	3035	Unch
Khatauli	M-30	3000	3000	Unch
Modinagar	M-30	NA	NA	-
Malakpur	M-30	2950	2950	Unch
Simbholi	M-30	3165	3165	Unch
Asamoli	M-30	3160	3160	Unch
Dhanora	M-30	2970	2970	Unch
Dhampur	M-30	2960	2960	Unch
Kinnoni	M-31	3210	3210	Unch
Budhana	M-31	3000	3000	Unch
Thanabhavan	M-31	2990	2990	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	18-Oct-13	17-Oct-13	Change
Baghpat	M-30	2910	2910	Unch
Gajraula	M-30	2900	2900	Unch
BulandShahar	M-30	NA	NA	-
Anupshahar	M-30	2890	2890	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	18-Oct-13	17-Oct-13	Change
Morna	M-30	2915	2915	Unch
Nanotha	M-30	2905	2905	Unch
Nazibabad	M-30	2900	2900	Unch
Sakoti	M-30	2900	2900	Unch
Amroha	M-30	NA	NA	-
Chandpur	M-31	2900	2900	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	10/16/13
JARANDESHWAR	S1.PP	2745
	S2.PP	2735
SONHIRA	S.PP-S.JK	2758.00-2768.00
	M.PP-M.JK	2858.00-2868.00
WALWA	S1.PP	2738
	M.PP	2858

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