

Sugar & Gur Domestic & International Fundamentals

- Weak sentiments recorded in key sugar spot markets on Saturday as weak lifting of sugar stocks and higher arrivals pressurize the prices.
- Around 3 lac tons Brazil sugar destroyed in a fire in one of the sugar terminal in Brazil. It is feared to support in international sugar prices as it would affect the ready sugar availability from Brazil for export.
- 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.
- 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
Nov-13	3.00	2908.00	2928.00	2893.00	2900.00
Dec-13	10.00	2895.00	2925.00	2892.00	2896.00
Jan-14	7.00	2904.00	2934.00	2894.00	2900.00

Contract	Volume	Change	OI	Change
Nov-13	3730	560	27210	-340
Dec-13	4320	2520	11730	280
Jan-14	2170	1630	9670	-500

Spread	Nov-13	Dec-13	Jan-14
Basis	75		
Oct-13		69	58
Nov-13			-11

Stocks	Demat 18.10.13	In-Process 18.10.13	Total 18.10.13	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	505.70	529.40	504.40	513.80	7.50
14-Mar	503.80	526.70	502.90	514.50	10.20
14-May	507.30	527.60	507.00	516.40	9.00

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-13	-5.00	1101.50	1103.00	1094.00	1098.50
Dec-13	-3.00	1049.00	1049.00	1041.50	1045.00
Jan-13	0.50	1095.00	1095.00	1059.50	1065.50

Contract	Volume	Change	OI	Change
Nov-13	3410	-1070	6770	250
Dec-13	780	-790	2680	80
Jan-13	110	40	340	30

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	+/-
14-Mar	18.98	20.16	18.93	19.50	0.50
14-May	18.84	19.67	18.77	19.22	0.38
14-July	18.65	19.26	18.64	18.96	0.27

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	401.50	-
Raw Sugar C&F (\$/MT)	Black Sea	430.25	-
Sugar White FOB (\$/MT)	Santos Port	499.00	-

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
		19-Oct-13	18-Oct-13	
Sugar	Delhi - Grade M	3095	3140	-45
	Delhi - Grade S	3060	3100	-40
	Delhi - Grade L	3120	3160	-40
	UP- Khatauli Grade M	3115	3115	Unch
	UP- Ramala Grade M	3005	3015	-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	3241	3236	5
	Mumbai –Grade S	2972	3020	-48
	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	3250	3280	-30
	Nagpur – Grade M	3250	3200	50
	Nagpur – Grade S	3050	3000	50
	Kolkata – Grade M	3280	3290	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	NA	NA	-
	Chennai - Grade S	2990	3000	-10

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

Gur Spot Prices (Rs/Qtl)				
		19-Oct-13	18-Oct-13	Change
Muzaffar Nagar	Chaku	3125	2950	175
	Khurpa(New)	1250	1270	-20
	Laddoo(New)	1330	1340	-10
	Rascut	2600	2600	Unch
Maharashtra	Lal Variety	3400	3400	Unch

Bangalore	Achhu	3400	3400	Unch
	Mudde	3600	3600	Unch
Belgaum	Mudde	2900	2800	100
Belthangadi	Yellow (Average)	2900	NA	-
Bijapur	Achhu	2850	NA	-
Gulbarga	Other (Average)	3175	NA	-
Mahalingapura	Penti (Average)	NA	NA	-
Mandya	Achhu (Medium)	NA	NA	-
	Kurikatu (Medium)	NA	NA	-
	Other (Medium)	NA	NA	-
	Yellow (Medium)	NA	NA	-
Shimoga	Achhu (Average)	3500	NA	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	19-Oct-13	18-Oct-13	Change
Dorala	M-30	NA	3005	-
Mawana	M-30	NA	3035	-
Khatauli	M-30	NA	3000	-
Modinagar	M-30	NA	NA	-
Malakpur	M-30	NA	2950	-
Simbholi	M-30	NA	3165	-
Asamoli	M-30	NA	3160	-
Dhanora	M-30	NA	2970	-
Dhampur	M-30	NA	2960	-
Kinnoni	M-31	NA	3210	-
Budhana	M-31	NA	3000	-
Thanabhavan	M-31	NA	2990	-
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	19-Oct-13	18-Oct-13	Change
Baghpat	M-30	NA	2910	-
Gajraula	M-30	NA	2900	-
BulandShahar	M-30	NA	NA	-
Anupshahar	M-30	NA	2890	-
UP Government Mills Tender Rates				
Centre	Origin/Grade	19-Oct-13	18-Oct-13	Change
Morna	M-30	NA	2915	-
Nanotha	M-30	NA	2905	-
Nazibabad	M-30	NA	2900	-
Sakoti	M-30	NA	2900	-
Amroha	M-30	NA	NA	-
Chandpur	M-31	NA	2900	-

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	10/18/13
BHOGAWATI	S1.PP	2648
WARANA	S1.PP	2700
	S2.PP	2695

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