

## Sugar & Gur Domestic & International Fundamentals

- **Steady sentiments recorded in key sugar spot markets on Thursday. Reportedly, need based buying of sugar occur by retailers.**
- UP sugar mills are waiting for SAP prices for 2013-14. Millers already shown their inability to run sugar mills if government will not decrease sugarcane prices. It is notable that higher cost of sugar production from sugarcane and sharp decline in sugar prices put mills in huge trouble as they have to settle the cane arrears.
- **In a latest development private trade has finalized export deals of 1.75 lakh T raw sugars for Dec-Jan delivery.** However, more deals may hamper if mills are forced to pay higher prices for farmers. Market participant says that dispute over price between farmers and millers may delay crushing in Maharashtra and Uttar Pradesh.
- **Stir over cane price between Maharashtra farmers Sugar cooperative mills is likely to continue as both the party's have varied opinions over cane price.** Farmers association has demanded Rs 2700-3500 per T as a first advance. Against it Sugar cooperatives say that they are unable to pay as production cost is much higher than actual realization. Sugar crushing season starts from 1st Nov. in Maharashtra.
- **ISMA in its latest release has claimed that sugar consumption in 2012-13 increased by 3.6 percent to 22.8 million T** against previous year. Even higher consumption and lower production by 4.5 percent to 25.14 million T could not provide support for cash market. The top two producers- Maharashtra and Uttar Pradesh have contributed 7.99 and 7.48 million T respectively in the season ending Sept. 2013. Sugar output in Karnataka Tamil Nadu and Andhra Pradesh was recorded at 3.46, 1.96 and 0.99 million T respectively.
- **Gur prices decline sharply in key spot market on Thursday. New season of gur started which increase the gur supply in the markets.**

**Outlook:** Domestic market is likely to trade steady as supply side is at comfortable level.

### NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-13	-9.00	2872.00	2874.00	2858.00	2863.00
Dec-13	-8.00	2855.00	2860.00	2841.00	2844.00
Jan-14	-9.00	2877.00	2888.00	2851.00	2868.00

Contract	Volume	Change	OI	Change
Nov-13	4060	-280	19750	150
Dec-13	840	-410	12980	-180
Jan-14	1180	-970	12610	580

Spread	Nov-13	Dec-13	Jan-14
Basis	37		
Oct-13		-19	5
Nov-13			24

Stocks	Demat 30.10.13	In-Process 30.10.13	Total 30.10.13	FED 28.10.13
Kolhapur M	-	-	-	1099
Kolhapur S	-	-	-	-
Sangli M	-	-	-	-
Delhi M	779	0	779	200

### LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Dec	497.00	497.30	488.10	488.80	-10.90
14-Mar	498.80	499.50	490.60	491.30	-10.30
14-May	502.90	503.90	495.40	496.10	-9.70

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-13	7.00	1066.00	1080.00	1066.00	1073.00
Dec-13	4.50	999.00	1002.00	995.50	1001.00
Jan-13	0.00	1008.00	1021.00	1008.00	1021.00

Contract	Volume	Change	OI	Change
Nov-13	3800	-1400	7410	-130
Dec-13	1910	-1590	4320	90
Jan-13	200	-260	640	-40

Spread	Nov-13	Dec-13	Jan-14
Basis	27		
Sept-13		-72	-52
Oct-13			20

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	+/-
14-Mar	18.85	18.88	18.43	18.45	-0.46
14-May	18.72	18.72	18.3	18.31	-0.42
14-July	18.52	18.52	18.15	18.16	-0.39

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

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	<b>387.75</b>	-
Raw Sugar C&F (\$/MT)	Black Sea	<b>416.50</b>	-
Sugar White FOB (\$/MT)	Santos Port	<b>489.25</b>	-

## Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Dec'13/Mar'14	81.50	
Mar'14/Mar'14	84.50	
May'14/May'14	92	

## Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	21.02	
Brazil Anhydrous	18.80	
Brazil Hydrous	17.86	

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		31-Oct-13	30-Oct-13	
Sugar	Delhi - Grade M	3135	3125	10
	Delhi - Grade S	3085	3080	5
	Delhi - Grade L	3175	3180	-5
	UP- Khatauli Grade M	3090	3090	Unch
	UP- Ramala Grade M	2995	3000	-5
	UP- Dhampur Grade M Ex-Mill	3000	3000	Unch
	UP- Dhampur Grade S Ex-Mill	2980	2980	Unch
	UP- Dhampur Grade L Ex-Mill	3050	3050	Unch
	Mumbai –Grade M	3176	3176	Unch
	Mumbai –Grade S	2936	2936	Unch
	Kolhapur – Grade M	2900	2900	Unch
	Kolhapur – Grade S	2775	2775	Unch
	Guhawati – Grade S	3081	3081	Unch
	Shillong – Grade S	3095	3095	Unch
	Vijayawada – Grade M	3500	3500	Unch
	Vijayawada- Grade S	3250	3250	Unch
	Nagpur – Grade M	3250	3250	Unch
	Nagpur – Grade S	3050	3050	Unch
	Kolkata – Grade M	3230	3250	-20
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	NA	NA	-
	Chennai - Grade S	2960	2960	Unch

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

Gur Spot Prices (Rs/Qtl)				
		31-Oct-13	30-Oct-13	Change
Muzaffar Nagar	Chaku	2750	2950	-200
	Khurpa(New)	2375	2525	-150
	Laddoo(New)	2625	2750	-125
	Rascut	2500	2505	-5

<b>Maharashtra</b>	Lal Variety	3600	3450	<b>150</b>
<b>Bangalore</b>	Achhu	3500	3500	<b>Unch</b>
	Mudde	3950	3950	<b>Unch</b>
<b>Belgaum</b>	Mudde	2700	2700	-
<b>Belthangadi</b>	Yellow (Average)	NA	3000	-
<b>Bijapur</b>	Achhu	3300	NA	-
<b>Gulbarga</b>	Other (Average)	NA	3150	-
<b>Mahalingapura</b>	Penti (Average)	2960	3010	<b>-50</b>
<b>Mandya</b>	Achhu (Medium)	2900	2950	<b>-50</b>
	Kurikatu (Medium)	2500	2500	<b>Unch</b>
	Other (Medium)	2500	2500	<b>Unch</b>
	Yellow (Medium)	2900	2900	<b>Unch</b>
<b>Shimoga</b>	Achhu (Average)	3325	3325	<b>Unch</b>

UP Private Mills Tender Rates				
Centre	Origin/Grade	31-Oct-13	30-Oct-13	Change
Dorala	M-30	3015	3015	<b>Unch</b>
Mawana	M-30	3025	3025	<b>Unch</b>
Khatauli	M-30	2995	2995	<b>Unch</b>
Modinagar	M-30	NA	NA	-
Malakpur	M-30	2950	2950	<b>Unch</b>
Simbholi	M-30	3240	3240	<b>Unch</b>
Asamoli	M-30	3210	3210	<b>Unch</b>
Dhanora	M-30	3000	3000	<b>Unch</b>
Dhampur	M-30	2970	2970	<b>Unch</b>
Kinnoni	M-31	3275	3275	<b>Unch</b>
Budhana	M-31	3000	3000	<b>Unch</b>
Thanabhavan	M-31	2995	2995	<b>Unch</b>

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	31-Oct-13	30-Oct-13	Change
Baghpat	M-30	2905	2905	<b>Unch</b>
Gajraula	M-30	2890	2890	<b>Unch</b>
BulandShahar	M-30	NA	NA	-
Anupshahar	M-30	2870	2870	<b>Unch</b>

UP Government Mills Tender Rates				
Centre	Origin/Grade	31-Oct-13	30-Oct-13	Change
Morna	M-30	2905	2905	<b>Unch</b>
Nanotha	M-30	2895	2895	<b>Unch</b>
Nazibabad	M-30	2885	2885	<b>Unch</b>
Sakoti	M-30	2920	2920	<b>Unch</b>
Amroha	M-30	NA	NA	-
Chandpur	M-31	2895	2895	<b>Unch</b>

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