

Sugar & Gur Domestic & International Fundamentals

- **Steady sentiments recorded in key sugar spot markets on Friday. Reportedly, need based buying of sugar occur by retailers.**
- **Sugar prices dispute is likely to remove the export advantage from domestic arena as it ultimately delay the sugar production operations.**
- 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.
- **Gur prices improved slightly owing to weak arrivals today. However, 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	2	2865.00	2868.00	2848.00	2865.00
Dec-13	-1	2850.00	2852.00	2842.00	2849.00
Jan-14	-1	2871.00	2871.00	2854.00	2860.00

Contract	Volume	Change	OI	Change
Nov-13	6630	2570	17660	-2090
Dec-13	1020	180	12900	-80
Jan-14	650	-530	12860	250

Spread	Nov-13	Dec-13	Jan-14
Basis	35		
Oct-13		-16	-5
Nov-13			11

Stocks	Demat 31.10.13	In-Process 31.10.13	Total 31.10.13	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	485.00	485.20	482.10	483.30	-1.80
14-Mar	487.90	490.40	487.00	488.30	-0.70
14-May	492.00	495.20	492.00	493.10	-0.50

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-13	-3.5	1076.00	1079.50	1067.00	1068.50
Dec-13	-3	1003.5	1005.00	995.50	998.00
Jan-13	0.00	1008.00	1021.00	1008.00	1021.00

Contract	Volume	Change	OI	Change
Nov-13	2610	-1190	7200	-210
Dec-13	1310	-600	4270	-50
Jan-13	120	-80	650	10

Spread	Nov-13	Dec-13	Jan-14
Basis	41.5		
Sept-13		-70.5	-47.5
Oct-13			23

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	18.36	18.43	18.26	18.32	Unch
14-May	18.26	18.30	18.15	18.19	-0.02
14-July	18.14	18.17	18.01	18.05	-0.03

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	387.00	-
Raw Sugar C&F (\$/MT)	Black Sea	415.75	-
Sugar White FOB (\$/MT)	Santos Port	486.50	-

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
		1-Nov-13	31-Oct-13	
Sugar	Delhi - Grade M	3135	3135	Unch
	Delhi - Grade S	3085	3085	Unch
	Delhi - Grade L	3175	3175	Unch
	UP- Khatauli Grade M	3085	3090	-5
	UP- Ramala Grade M	2995	2995	Unch
	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	2922	2936	-14
	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	3250	3230	20
	Chennai - Grade S	2960	2960	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	NA	NA	-

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

Gur Spot Prices (Rs/Qtl)				
		1-Nov-13	31-Oct-13	Change
Muzaffar Nagar	Chaku	2775	2750	25
	Khurpa(New)	2375	2375	Unch
	Laddoo(New)	2525	2625	-100
	Rascut	2500	2500	Unch

Maharashtra	Lal Variety	3600	3600	Unch
Bangalore	Achhu	NA	3500	-
	Mudde	NA	3950	-
Belgaum	Mudde	NA	2700	-
Belthangadi	Yellow (Average)	NA	NA	-
Bijapur	Achhu	NA	3300	-
Gulbarga	Other (Average)	NA	NA	-
Mahalingapura	Penti (Average)	NA	2960	-
Mandya	Achhu (Medium)	NA	2900	-
	Kurikatu (Medium)	NA	2500	-
	Other (Medium)	NA	2500	-
	Yellow (Medium)	NA	2900	-
Shimoga	Achhu (Average)	NA	3325	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	1-Nov-13	31-Oct-13	Change
Dorala	M-30	3015	3015	Unch
Mawana	M-30	3025	3025	Unch
Khatauli	M-30	2995	2995	Unch
Modinagar	M-30	NA	NA	-
Malakpur	M-30	2950	2950	Unch
Simbholi	M-30	3240	3240	Unch
Asamoli	M-30	3210	3210	Unch
Dhanora	M-30	3000	3000	Unch
Dhampur	M-30	2970	2970	Unch
Kinnoni	M-31	3275	3275	Unch
Budhana	M-31	3000	3000	Unch
Thanabhavan	M-31	2995	2995	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	1-Nov-13	31-Oct-13	Change
Baghpat	M-30	2905	2905	Unch
Gajraula	M-30	2890	2890	Unch
BulandShahar	M-30	NA	NA	-
Anupshahar	M-30	2870	2870	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	1-Nov-13	31-Oct-13	Change
Morna	M-30	2905	2905	Unch
Nanotha	M-30	2895	2895	Unch
Nazibabad	M-30	2885	2885	Unch
Sakoti	M-30	2920	2920	Unch
Amroha	M-30	NA	NA	-
Chandpur	M-31	2895	2895	Unch

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