

Sugar & Gur Domestic & International Fundamentals

- **Steady sentiments recorded in key sugar spot markets on Saturday.** Reportedly, only 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	3.00	2865.00	2865.00	2857.00	2863.00
Dec-13	-4.00	2849.00	2853.00	2845.00	2845.00
Jan-14	-2.00	2861.00	2867.00	2855.00	2858.00

Contract	Volume	Change	OI	Change
Nov-13	670	-5960	17640	-20
Dec-13	220	-800	12910	10
Jan-14	260	-390	12890	30

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

Stocks	Demat 1.11.13	In-Process 1.11.13	Total 1.11.13	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	483.50	483.80	480.30	481.30	-2.00
14-Mar	489.10	489.10	485.10	485.70	-2.60
14-May	493.30	493.30	489.70	490.30	-2.80

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-13	-5.50	1062.00	1064.00	1054.00	1063.00
Dec-13	-2.50	992.50	998.00	989.00	995.50
Jan-13	-1.50	1011.00	1018.00	1010.00	1018.00

Contract	Volume	Change	OI	Change
Nov-13	4,550	1940	6690	-510
Dec-13	2,450	1140	3550	-720
Jan-13	70	-50	650	0

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	18.33	18.37	18.20	18.25	-0.07
14-May	18.24	18.24	18.04	18.10	-0.09
14-July	18.07	18.08	17.88	17.93	-0.12

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
		2-Nov-2013	1-Nov-2013	
Sugar	Delhi - Grade M	3135	3135	Unch
	Delhi - Grade S	3085	3085	Unch
	Delhi - Grade L	3175	3175	Unch
	UP- Khatauli Grade M	3085	3085	Unch
	UP- Ramala Grade M	2995	2995	Unch
	UP- Dhampur Grade M Ex-Mill	Closed	3000	-
	UP- Dhampur Grade S Ex-Mill	-	2980	-
	UP- Dhampur Grade L Ex-Mill	-	3050	-
	Mumbai –Grade M	3176	3176	Unch
	Mumbai –Grade S	2922	2922	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	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3250	3250	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-
	Chennai - Grade S	-	2960	-

Gur Spot Prices (Rs/Qtl)

		2-Nov-2013	1-Nov-2013	Change
Muzaffar Nagar	Chaku	2875	2775	100
	Khurpa	2375	2375	Unch
	Laddu	2700	2525	175

	Rascut	2500	2500	Unch
Maharashtra	Lal Variety	3600	3600	Unch
Bangalore	Achhu	Closed	-	-
	Mudde	-	-	-
Belgaum	Mudde	Closed	-	-
Belthangadi	Yellow (Average)	Closed	-	-
Bijapur	Achhu	-	-	-
Gulbarga	Other (Average)	Closed	-	-
Mahalingapura	Penti (Average)	Closed	-	-
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	-	-	-

UP Private Mills Tender Rates

Centre	Origin/Grade	2-Nov-2013	1-Nov-2013	Change
Dorala	M-30	Closed	-	-
Mawana	M-30	-	-	-
Khatauli	2995	-	-	-
Modinagar	M-30	-	-	-
Malakpur	M-30	-	-	-
Simbholi	M-30	-	-	-
Asamoli	M-30	-	-	-
Dhanora	M-30	-	-	-
Dhampur	M-30	-	-	-
Kinnoni	M-31	-	-	-
Budhana	M-31	-	-	-
Thanabhavan	M-31	-	-	-

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	2-Nov-2013	1-Nov-2013	Change
Baghpat	M-30	Closed	-	-
Gajraula	M-30	-	-	-
BulandShahar	M-30	-	-	-
Anupshahar	M-30	-	-	-

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Centre	Origin/Grade	2-Nov-2013	1-Nov-2013	Change
Morna	M-30	Closed	-	-
Nanotha	M-30	-	-	-

Nazibabad	M-30	-	-	-
Sakoti	M-30	-	-	-
Amroha	M-30	-	-	-
Chandpur	M-31	-	-	-

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