

## Sugar & Gur Domestic & International Fundamentals

- Sugar prices are trading in a weak tone in key sugar spot markets on Thursday. Dull demand and higher carry over stocks left with mills pressurize the sugar prices.
- India has exported 137000 tons of sugar in October month 2013 including imported raw sugar from Brazil in 2012-13 which has to be re-exported.
- Brazil has exported 2.67 million tons of sugar in October 2013 which is slightly up from 2.55 million tons exported in September 2013.
- 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.
- Gur prices declined sharply owing to higher arrivals today. It is notable that new season of gur started which increase the gur supply in the markets.
- Delay in crushing of sugarcane by millers would urge farmers to divert their cane towards gur production which would increase the gur production in the current marketing year as expected.

**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	-2.00	2873.00	2874.00	2863.00	2870.00
Dec-13	-4.00	2848.00	2848.00	2834.00	2839.00
Jan-14	-5.00	2853.00	2853.00	2839.00	2848.00

Contract	Volume	Change	OI	Change
Nov-13	1420	-1940	17760	-170
Dec-13	750	-1980	13160	50
Jan-14	1600	-150	14740	550

Spread	Nov-13	Dec-13	Jan-14
Basis	5		
Oct-13		-31	-22
Nov-13			9

Stocks	Demat 06.11.13	In-Process 06.11.13	Total 06.11.13	FED 2.11.13
Kolhapur M	-	-	-	-
Kolhapur S	-	-	-	-
Sangli M	-	-	-	-
Delhi M	779	0	779	779

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

Contract	Open	High	Low	Close	+/-
13-Dec	484.2	484.2	480	480	-3.5
14-Mar	484.7	485.6	482.5	482.8	-1.7
14-May	488.6	489.1	486.2	486.9	-1.7

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-13	3.00	1070.00	1076.00	1069.50	1070.00
Dec-13	2.00	1000.00	1002.50	998.50	1000.00
Jan-13	0.00	1023.50	1023.50	1020.00	1020.00

Contract	Volume	Change	OI	Change
Nov-13	3020	-90	5320	-890
Dec-13	1400	-500	3570	-10
Jan-13	290	0	830	110

Spread	Nov-13	Dec-13	Jan-14
Basis	0		
Sept-13		-70	-50
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	18.27	18.28	18.08	18.1	-0.16
14-May	18.09	18.1	17.95	17.97	-0.12
14-July	17.95	17.95	17.79	17.82	-0.09

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

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	<b>387.00</b>	-
Raw Sugar C&F (\$/MT)	Black Sea	<b>415.75</b>	-
Sugar White FOB (\$/MT)	Santos Port	<b>486.50</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
		7-Nov-2013	6-Nov-2013	
Sugar	Delhi - Grade M	3110	3135	-25
	Delhi - Grade S	3065	3085	-20
	Delhi - Grade L	3150	3175	-25
	UP- Khatauli Grade M	3090	3100	-10
	UP- Ramala Grade M	3005	2995	10
	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	3171	3171	Unch
	Mumbai –Grade S	2900	2901	-1
	Kolhapur – Grade M	2875	2900	-25
	Kolhapur – Grade S	2770	2775	-5
	Guhawati – Grade S	3075	3081	-6
	Shillong – Grade S	3090	3095	-5
	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	3150	3140	10
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	NA	NA	-
	Chennai - Grade S	2940	2930	10

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

Gur Spot Prices (Rs/Qtl)				
		7-Nov-2013	6-Nov-2013	Change
Muzaffar Nagar	Chaku	2675	2875	-200
	Khurpa(New)	2500	2463	37
	Laddoo(New)	2750	2688	62

	Rascut	2500	2513	-13
<b>Maharashtra</b>	Lal Variety	NA	NA	-
<b>Bangalore</b>	Achhu	3500	3500	Unch
	Mudde	3950	3950	Unch
<b>Belgaum</b>	Mudde	2700	2700	Unch
<b>Belthangadi</b>	Yellow (Average)	3000	3000	Unch
<b>Bijapur</b>	Achhu	3200	-	-
<b>Gulbarga</b>	Other (Average)	3050	3150	-100
<b>Mahalingapura</b>	Penti (Average)	-	-	-
<b>Mandya</b>	Achhu (Medium)	2900	2900	Unch
	Kurikatu (Medium)	2500	2450	50
	Other (Medium)	2600	2450	150
	Yellow (Medium)	2850	2850	Unch
<b>Shimoga</b>	Achhu (Average)	3300	3250	50

## UP Private Mills Tender Rates

Centre	Origin/Grade	7-Nov-2013	6-Nov-2013	Change
Dorala	M-30	3035	NA	-
Mawana	M-30	3035	NA	-
Khatauli	M-30	3000	NA	-
Modinagar	M-30	NA	NA	-
Malakpur	M-30	2950	NA	-
Simbholi	M-30	3270	NA	-
Asamoli	M-30	3210	NA	-
Dhanora	M-30	3010	NA	-
Dhampur	M-30	2980	NA	-
Kinnoni	M-31	3305	NA	-
Budhana	M-31	3035	NA	-
Thanabhavan	M-31	3030	NA	-

## UP Cooperative Mills Tender Rates

Centre	Origin/Grade	7-Nov-2013	6-Nov-2013	Change
Baghpat	M-30	2915	NA	-
Gajraula	M-30	2895	NA	-
BulandShahar	M-30	NA	NA	-
Anupshahar	M-30	2880	NA	-

## UP Government Mills Tender Rates

Centre	Origin/Grade	7-Nov-2013	6-Nov-2013	Change
Morna	M-30	2915	NA	-
Nanotha	M-30	2905	NA	-
Nazibabad	M-30	2895	NA	-
Sakoti	M-30	2925	NA	-
Amroha	M-30	NA	NA	-

Chandpur	M-31	2900	NA	-
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Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	11/6/13
SAHYADRI	S.PP-S.JK	2750.00-2760.00
	M.PP	2878.00 OPEN
WARANA	S2.PP-S1.PP	2707.00-2713.00
	M.PP	2835.00-2840.00

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