

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Friday. Prices improved in Maharashtra owing to spur buying from upcountry buyers. However, dull demand of sugar led the prices down in Uttar Pradesh.
- Chennai buyers are buying sugar from Maharashtra and Karnataka at current as sugar carry over stocks in their state has been consumed and still there are no signs of start of crushing season by mills.
- UP government likely to take any decision on sugarcane 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.
- 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	10.00	2871.00	2889.00	2861.00	2881.00
Dec-13	5.00	2835.00	2842.00	2835.00	2840.00
Jan-14	2.00	2845.00	2849.00	2838.00	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 7.11.13	In-Process 7.11.13	Total 7.11.13	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	478.20	478.70	475.00	475	-5
14-Mar	481.30	482.40	479.20	480.7	-2.1
14-May	485.50	488	484	486	-1.3

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-13	-2.00	1072.00	1075.00	1065.50	1070.00
Dec-13	-3.00	998.50	1002.00	993.50	997.00
Jan-13	-2.00	1023.50	1024.00	1019.50	1021.00

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 7th Oct 2013 (All figures in Bags 40 kg each)

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Mar	18	18.14	17.93	18.04	-0.06
14-May	18	18	17.81	17.91	-0.06
14-July	18	17.84	17.69	17.76	-0.06

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	381.75	-
Raw Sugar C&F (\$/MT)	Black Sea	410.75	-
Sugar White FOB (\$/MT)	Santos Port	476.25	-

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
		11/8/2013	11/7/2013	
Sugar	Delhi - Grade M	3100	3110	-10
	Delhi - Grade S	3050	3065	-15
	Delhi - Grade L	3140	3150	-10
	UP- Khatauli Grade M	3085	3090	-5
	UP- Ramala Grade M	2990	3005	-15
	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	3226	3171	55
	Mumbai –Grade S	2900	2900	Unch
	Kolhapur – Grade M	2900	2875	25
	Kolhapur – Grade S	2775	2770	5
	Guhawati – Grade S	3081	3075	6
	Shillong – Grade S	3095	3090	5
	Vijayawada – Grade M	3500	3500	Unch
	Vijayawada- Grade S	3250	3250	Unch
	Nagpur – Grade M	3200	3250	-50
	Nagpur – Grade S	3050	3050	Unch
	Kolkata – Grade M	3150	3150	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	NA	NA	-
	Chennai - Grade S	2940	2940	Unch

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

Jaggery(Gur) Spot Prices (Rs/Qtl)				
		11/8/2013	11/7/2013	Change
Muzaffar Nagar	Chaku	2675	2675	Unch
	Khurpa(New)	2525	2500	25
	Laddoo(New)	2750	2750	Unch
	Rascut	2475	2500	-25
Maharashtra	Lal Variety	Closed	Closed	-

Bangalore	Achhu	NA	3500	-
	Mudde	3950	3950	Unch
Belgaum	Mudde	2700	2700	Unch
Belthangadi	Yellow (Average)	3000	3000	Unch
Bijapur	Achhu	NA	3200	-
Gulbarga	Other (Average)	3150	3050	100
Mahalingapura	Penti (Average)	2950	2960	-10
Mandya	Achhu (Medium)	2900	2900	Unch
	Kurikatu (Medium)	2500	2500	Unch
	Other (Medium)	2600	2600	Unch
	Yellow (Medium)	2850	2850	Unch
Shimoga	Achhu (Average)	3300	3300	Unch

UP Private Mills Tender Rates				
Centre	Origin/Grade	11/8/2013	11/7/2013	Change
Dorala	M-30	3035	3035	Unch
Mawana	M-30	3035	3035	Unch
Khatauli	M-30	3000	3000	Unch
Modinagar	M-30	NA	NA	--
Malakpur	M-30	2950	2950	Unch
Simbholi	M-30	3270	3270	Unch
Asamoli	M-30	3210	3210	Unch
Dhanora	M-30	3010	3010	Unch
Dhampur	M-30	2980	2980	Unch
Kinnoni	M-31	3305	3305	Unch
Budhana	M-31	3035	3035	Unch
Thanabhavan	M-31	3030	3030	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	11/8/2013	11/7/2013	Change
Baghpat	M-30	2905	2915	-10
Gajraula	M-30	2895	2895	Unch
BulandShahar	M-30	NA	NA	-
Anupshahar	M-30	2880	2880	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	11/8/2013	11/7/2013	Change
Morna	M-30	2915	2915	Unch
Nanotha	M-30	2905	2905	Unch
Nazibabad	M-30	2895	2895	Unch
Sakoti	M-30	2925	2925	Unch
Amroha	M-30	NA	NA	-
Chandpur	M-31	2900	2900	Unch

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>
© 2013 Indian Agribusiness Systems Pvt Ltd.