

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Friday as markets could not find adequate cues to decide the prices either side.
- Farmers as well as millers both are dissatisfied with the cane purchasing price at Rs 250 per quintal which was fixed by Karnataka government.
- UP government kept the sugarcane SAP prices unchanged ~280 per quintal for 2013-14 compared to last year. However, mills don't want to start their crushing operations at current rate due to higher cost of production and lower sugar prices.
- Millers are waiting for next big event i.e. meeting over increase in sugar import duty by government which might give some respite to sugar millers.
- ISO sees sugar surplus would end in 2014-15 considering lower output by major sugar producers.
- India has imported 61520 tons of raw sugar from Brazil in the first two weeks of November 2013.
- India has imported around 1.69 lac tons of raw sugar from Brazil in October 2013 as reported.
- Brazil center south region have crushed 38.8 million tons of cane till mid Oct which is 7.3% higher compared to cane crushed by mills at last year same period. Higher cane crushing data becomes the major influencing factor for decline in sugar prices in International exchanges.
- Gur prices improved today due to same sugarcane SAP prices for 2013-14. However, overall sentiments are weak and prices should continue to break in the coming days.
- 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
Dec-13	12.00	2829.00	2848.00	2813.00	2835.00
Jan-14	20.00	2835.00	2847.00	2817.00	2844.00
Feb-14	14.00	2824.00	2848.00	2824.00	2842.00

Contract	Volume	Change	OI	Change
Dec-13	3040	1580	10770	-300
Jan-14	2910	780	20470	-80
Feb-14	2140	1100	11750	400

Spread	Dec-13	Jan-14	Feb-14
Basis	65		
Dec-13		9	7
Jan-14			-2

Stocks	Demat 21.11.13	In-Process 21.11.13	Total 21.11.13	FED 18.11.13
Kolhapur M	-	-	-	-
Kolhapur S	-	-	-	-
Sangli M	1100	300	1400	-
Delhi M	979	0	979	779

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Dec	468.5	469.6	466.1	467.4	-0.9
14-Mar	473.5	475.2	472.1	474.1	-0.2
14-May	477	478.7	475.5	477.9	0.3

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-13	0.00	969.00	972.00	967.00	971.00
Jan-13	3.00	1013.50	1017.00	1010.00	1016.50
Mar-13	2.50	1031.00	1034.00	1029.00	1034.00

Contract	Volume	Change	OI	Change
Dec-13	3210	-430	5540	-590
Jan-13	880	-800	1770	90
Mar-13	940	-150	1610	-110

Spread	Dec-13	Jan-14	Mar-14
Basis	-21		
Dec-13		45.5	63
Jan-13			17.5

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	17.65	17.65	17.5	17.51	-0.09
14-May	17.68	17.68	17.53	17.58	-0.02
14-July	17.62	17.67	17.56	17.63	0.03

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	371.50	-
Raw Sugar C&F (\$/MT)	Black Sea	400.00	-
Sugar White FOB (\$/MT)	Santos Port	463.50	-

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Dec'13/Mar'14	65	
Mar'14/Mar'14	78.75	
May'14/May'14	88	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	19.35	
Brazil Anhydrous	17.71	
Brazil Hydrous	16.69	

Sugar and Jaggery(Gur) Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		11/22/2013	11/21/2013	
Sugar	Delhi - Grade M	3120	3125	-5
	Delhi - Grade S	NA	3060	-
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3075	3075	Unch
	UP- Ramala Grade M	2980	2980	Unch
	UP- Dhampur Grade M Ex-Mill	3100	3100	Unch
	UP- Dhampur Grade S Ex-Mill	3080	3080	Unch
	UP- Dhampur Grade L Ex-Mill	3150	3150	Unch
	Mumbai –Grade M	3222	3206	16
	Mumbai –Grade S	2932	2922	10
	Kolhapur – Grade M	2900	2875	25
	Kolhapur – Grade S	2750	2775	-25
	Guhawati – Grade S	3055	3081	-26
	Shillong – Grade S	3070	3095	-25
	Vijayawada – Grade M	3550	3550	Unch
	Vijayawada- Grade S	3250	3250	Unch
	Nagpur – Grade M	3200	3200	Unch
	Nagpur – Grade S	3000	3000	Unch
	Kolkata – Grade M	NA	NA	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	NA	NA	-
	Chennai - Grade S	2900	2900	Unch

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

Jaggery(Gur) Spot Prices (Rs/Qtl)				
		11/22/2013	11/21/2013	Change
Muzaffar Nagar	Chaku	2375	2313	62
	Chaku(Arrival)	15000	10000	5000
	Khurpa(New)	2125	2250	-125
	Laddoo(New)	2288	2413	-125
	Rascut	NA	NA	-

Maharashtra	Lal Variety	2550	2650	-100
Bangalore	Achhu	3600	NA	-
	Mudde	NA	3600	-
Belgaum	Mudde	3100	3100	Unch
Belthangadi	Yellow (Average)	NA	3000	-
Bijapur	Achhu	2870	2935	-65
Gulbarga	Other (Average)	3200	3150	50
Mahalingapura	Penti (Average)	2640	2810	-170
Mandya	Achhu (Medium)	2750	2800	-50
	Kurikatu (Medium)	2500	2500	Unch
	Other (Medium)	2500	2500	Unch
	Yellow (Medium)	2750	2850	-100
Shimoga	Achhu (Average)	3225	3225	Unch

UP Private Mills Tender Rates				
Centre	Origin/Grade	11/22/2013	11/21/2013	Change
Dorala	M-30	3000	3000	Unch
Mawana	M-30	3005	3005	Unch
Khatauli	M-30	2975	2975	Unch
Modinagar	M-30	NA	NA	-
Malakpur	M-30	2920	2920	Unch
Simbholi	M-30	3250	3250	Unch
Asamoli	M-30	3185	3185	Unch
Dhanora	M-30	2990	2990	Unch
Dhampur	M-30	2965	2965	Unch
Kinnoni	M-31	3265	3265	Unch
Budhana	M-31	2995	2995	Unch
Thanabhavan	M-31	2995	2995	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	11/22/2013	11/21/2013	Change
Baghpat	M-30	2895	2895	Unch
Gajraula	M-30	2875	2875	Unch
BulandShahar	M-30	NA	NA	-
Anupshahar	M-30	2865	2865	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	11/22/2013	11/21/2013	Change
Morna	M-30	2895	2895	Unch
Nanotha	M-30	2885	2885	Unch
Nazibabad	M-30	2875	2875	Unch
Sakoti	M-30	2900	2900	Unch
Amroha	M-30	NA	NA	-
Chandpur	M-31	2885	2885	Unch

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