

Sugar & Gur Domestic & International Fundamentals

- Dull trading activities in key sugar spot markets led the sugar prices steady today. However, ncindex sugar futures improved today over late sugarcane crushing operations in UP.
- UP state government asked Central government to increase the sugar import duty to 30 percent from current 15 percent to stop the raw sugar supply in India from Brazil. It is notable that decline in sugar prices in International markets gives refiners again an opportunity to import raw sugar from Brazil.
- India has exported 90000 tons of sugar in the first fortnight of November 2013-14.
- 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.
- 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	28.00	2835.00	2874.00	2832.00	2867.00
Jan-14	16.00	2840.00	2865.00	2834.00	2858.00
Feb-14	19.00	2844.00	2860.00	2844.00	2857.00

Contract	Volume	Change	OI	Change
Dec-13	3440	400	12070	1300
Jan-14	2380	-530	21020	550
Feb-14	1260	-880	12330	580

Spread	Dec-13	Jan-14	Feb-14
Basis	33		
Dec-13		-9	-10
Jan-14			-1

Stocks	Demat 22.11.13	In-Process 22.11.13	Total 22.11.13	FED 18.11.13
Kolhapur M	-	-	-	-
Kolhapur S	-	-	-	-
Sangli M	1200	0	1200	-
Delhi M	979	0	979	779

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Dec	467.7	468.4	462.4	464.1	-3.3
14-Mar	474.6	474.6	470.4	470.7	-3.4
14-May	477.9	477.9	474.4	474.8	-3.1

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-13	1.50	970.50	975.00	966.00	972.00
Jan-13	4.00	1016.50	1022.00	1012.50	1020.50
Mar-13	-1.00	1032.00	1035.00	1031.00	1032.50

Contract	Volume	Change	OI	Change
Dec-13	2120	-1090	5830	290
Jan-13	680	-200	1910	140
Mar-13	300	-640	1650	40

Spread	Dec-13	Jan-14	Mar-14
Basis	-32		
Dec-13		48.5	60.5
Jan-13			12

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	17.51	17.53	17.33	17.4	-0.11
14-May	18	17.6	17.42	17.47	-0.11
14-July	17.63	17.64	17.5	17.52	-0.11

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	368	-
Raw Sugar C&F (\$/MT)	Black Sea	396.5	-
Sugar White FOB (\$/MT)	Santos Port	460	-

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
		11/23/2013	11/22/2013	
Sugar	Delhi - Grade M	3125	3120	5
	Delhi - Grade S	3050	NA	-
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3068	3075	-7
	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	3222	Unch
	Mumbai –Grade S	2932	2932	Unch
	Kolhapur – Grade M	2900	2900	Unch
	Kolhapur – Grade S	2750	2750	Unch
	Guhawati – Grade S	3055	3055	Unch
	Shillong – Grade S	3070	3070	Unch
	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)				
		11/23/2013	11/22/2013	Change
Muzaffar Nagar	Chaku	2350	2375	-25
	Chaku(Arrival)	15000	15000	Unch
	Khurpa(New)	2125	2125	Unch
	Laddoo(New)	2275	2288	-13
	Rascut	NA	NA	-

Maharashtra	Lal Variety	2550	2550	Unch
Bangalore	Achhu	3600	3600	Unch
	Mudde	NA	NA	-
Belgaum	Mudde	NA	3100	-
Belthangadi	Yellow (Average)	NA	NA	-
Bijapur	Achhu	NA	2870	-
Gulbarga	Other (Average)	3050	3200	-150
Mahalingapura	Penti (Average)	NA	2640	-
Mandya	Achhu (Medium)	2750	2750	Unch
	Kurikatu (Medium)	2500	2500	Unch
	Other (Medium)	2500	2500	Unch
	Yellow (Medium)	2750	2750	Unch
Shimoga	Achhu (Average)	NA	3225	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	11/23/2013	11/22/2013	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	3310	3265	45
Budhana	M-31	2995	2995	Unch
Thanabhavan	M-31	2995	2995	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	11/23/2013	11/22/2013	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	11/23/2013	11/22/2013	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	Unch
Chandpur	M-31	2885	2885	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	11/22/13
JAMKHANDI	S2.PP	2678
	S.JB	2698
GEMS	S2.PP	2733
	S.JK	2748
NIRANI	S2.PP-S.JB	2730.00-2760.00
	S.JB	2760
WARANA	S2.PP	2703
	S2.JK	2705
BIDRI	S1.PP	2761

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