

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key sugar spot markets on Friday.
- UP government strictly say no to any decline in existing sugarcane prices for 2013-14 and ordered UP western and Eastern millers to run their sugar mills upto 5 to 7 December respectively. However, government also give some benefits to sugar mills by removing 2% entry tax levied on sugar mills and to waive off interest subvention.
- Meanwhile, yesterday talks of millers with government officials got no results as there is no consensus among millers and government over subsidy to sugar industry.
- India has imported 29940 tons of raw sugar from Brazil mainly from Kolkata port in the third week of November as reported. This take the total sugar imports to 91460 tons till third week of November 2013.
- Food ministry will ask permission from Cabinet for interest free loan to mills to meet their working capital requirements.
- Maharashtra sugar millers are likely to adopt Brazilian model considering Y-o-Y increase in sugar production. Millers are now planning to make more ethanol and less sugar from cane which would give them more profits.
- India has imported 61520 tons of raw sugar from Brazil in the first two weeks of November 2013.
- Gur prices improved sharply today in key Muzaffar nagar spot market in anticipation of start of cane crushing operations soon by millers. 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	-11.00	2827.00	2827.00	2816.00	2818.00
Jan-14	-15.00	2835.00	2835.00	2816.00	2821.00
Feb-14	-7.00	2836.00	2838.00	2826.00	2832.00

Contract	Volume	Change	OI	Change
Dec-13	1220	490	11860	-350
Jan-14	4070	2620	22630	890
Feb-14	2380	1310	13270	-480

Spread	Dec-13	Jan-14	Feb-14
Basis	60		
Dec-13		2	5
Jan-14			3

Stocks	Demat 28.11.13	In-Process 28.11.13	Total 28.11.13	FED 25.11.13
Kolhapur M	-	-	-	-
Kolhapur S	-	-	-	-
Sangli M	1200	0	1200	1200
Delhi M	979	0	979	979

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Dec	463.50	464.20	460.20	460.40	-1.10
14-Mar	470.50	471.10	466.80	467.40	-1.80
14-May	475.20	475.20	471.60	472.00	-1.80

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-13	-11.50	987.00	994.50	979.00	981.00
Jan-13	-8.50	1038.00	1043.50	1030.00	1033.50
Mar-13	-11.50	1059.00	1060.00	1046.00	1050.50

Contract	Volume	Change	OI	Change
Dec-13	4270	330	4490	-520
Jan-13	1990	-210	2360	-280
Mar-13	1870	300	1930	40

Spread	Dec-13	Jan-14	Mar-14
Basis	-44		
Dec-13		51	67.5
Jan-13			16.5

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	17.36	17.46	17.21	17.22	-0.08
14-May	17.45	17.51	17.30	17.32	-0.06
14-July	17.48	17.53	17.35	17.38	-0.03

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	367.75	-
Raw Sugar C&F (\$/MT)	Black Sea	397.50	-
Sugar White FOB (\$/MT)	Santos Port	459.25	-

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
		29-Nov-2013	28-Nov-2013	
Sugar	Delhi - Grade M	3120	3115	5
	Delhi - Grade S	3040	3040	Unch
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3095	3090	5
	UP- Ramala Grade M	2970	2970	Unch
	UP- Dhampur Grade M Ex-Mill	2950	2950	Unch
	UP- Dhampur Grade S Ex-Mill	2930	2930	Unch
	UP- Dhampur Grade L Ex-Mill	3000	3000	Unch
	Mumbai –Grade M	3156	3160	-4
	Mumbai –Grade S	2942	2940	2
	Kolhapur – Grade M	2850	2875	-25
	Kolhapur – Grade S	2750	2750	Unch
	Guhawati – Grade S	3010	3010	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	-	-	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-
	Chennai - Grade S	2900	2900	Unch

Gur Spot Prices (Rs/Qtl)

		29-Nov-2013	28-Nov-2013	Change
Muzaffar Nagar	Chaku	2375	2500	-125
	Khurpa	2125	2303	-178
	Laddu	2250	2500	-250
	Rascut	-	-	-
Maharashtra	Lal Variety	2500	2600	-100

Bangalore	Achhu	-	-	-
	Mudde	3100	3600	-500
Belgaum	Mudde	3000	3000	Unch
Belthangadi	Yellow (Average)	3100	3000	100
Bijapur	Achhu	2755	2720	35
Gulbarga	Other (Average)	3150	2950	200
Mahalingapura	Penti (Average)	2910	2560	350
Mandya	Achhu (Medium)	2700	2750	-50
	Kurikatu (Medium)	2400	2400	Unch
	Other (Medium)	2450	2450	Unch
	Yellow (Medium)	2700	2700	Unch
Shimoga	Achhu (Average)	-	3200	-

UP Private Mills Tender Rates

Centre	Origin/Grade	29-Nov-2013	28-Nov-2013	Change
Dorala	M-30	3045	3015	30
Mawana	M-30	2920	2920	Unch
Khatauli	2995	2995	2985	10
Modinagar	M-30	-	-	-
Malakpur	M-30	2965	2955	10
Simbholi	M-30	3260	3250	10
Asamoli	M-30	3195	3195	Unch
Dhanora	M-30	2990	3000	-10
Dhampur	M-30	2970	2975	-5
Kinnoni	M-31	3325	3320	5
Budhana	M-31	2995	2995	Unch
Thanabhavan	M-31	2995	2995	Unch

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	29-Nov-2013	28-Nov-2013	Change
Ramala	M-30	2885	2885	Unch
Baghpat	M-30	2895	2895	Unch
Gajraula	M-30	2875	2875	Unch
BulandShahar	M-30	-	-	-
Anupshahar	M-30	2860	2860	Unch

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Centre	Origin/Grade	29-Nov-2013	28-Nov-2013	Change
Morna	M-30	2895	2895	Unch
Nanotha	M-30	2885	2885	Unch
Nazibabad	M-30	2875	2875	Unch
Sakoti	M-30	2890	2890	Unch
Amroha	M-30	-	-	-
Chandpur	M-31	2875	2885	-10

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	27-11-2013
MALINAGAR	S.PP	2721
	M.PP	2873
LOKNETE	S.PP	2698
	M.PP	2758
SATISH	S.PP	2750
	M.PP	2850
KUKADI	M.PP	2865
GHODGANGA	S.PP	2735
	S.JK	2745
BIDRI	S1.PP	2748

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