

Sugar & Gur Domestic & International Fundamentals

- Market of sugar remained unchanged on Saturday due to dull trading activities.
- Dry weather conditions in India as well as Brazil favors sugarcane harvesting.
- Indian sugar consumption could reach upto 30 million tons by 2020, according to ISMA director. However, according to Agriwatch estimates, it should reach before 2020 considering Y-o-Y growth of sugar consumption levels in India.
- Iran trade embargo are likely to remove the trade benefits for India as now Iranian traders could trade commodities from other southeast countries like Pakistan, Thailand etc which can provide it cheaper sugar and other commodities.
- 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.
- 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	0.00	2812.00	2829.00	2812.00	2820.00
Jan-14	7.00	2818.00	2830.00	2818.00	2830.00
Feb-14	9.00	2825.00	2840.00	2825.00	2840.00

Contract	Volume	Change	OI	Change
Dec-13	540	-680	11750	-110
Jan-14	1730	-2340	22620	-10
Feb-14	590	-1790	13350	80

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

Stocks	Demat 29.11.13	In-Process 29.11.13	Total 29.11.13	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	461.60	464.80	458.00	464.00	+3.60
14-Mar	467.10	470.00	465.00	469.70	+2.30
14-May	471.20	476.00	470.00	474.40	+2.40

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-13	-5.50	980.00	981.50	975.00	976.00
Jan-13	-9.00	1031.00	1034.00	1025.50	1025.50
Mar-13	-6.00	1050.00	1050.50	1042.00	1044.00

Contract	Volume	Change	OI	Change
Dec-13	1800	-2470	4440	-50
Jan-13	740	-1250	2360	0
Mar-13	1330	-540	2030	100

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	17.25	17.29	17.15	17.15	-0.07
14-May	17.32	17.38	17.22	17.24	-0.08
14-July	17.41	17.43	17.29	17.30	-0.08

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
		30-Nov-2013	29-Nov-2013	
Sugar	Delhi - Grade M	3120	3120	Unch
	Delhi - Grade S	3040	3040	Unch
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3095	3095	Unch
	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	3156	Unch
	Mumbai –Grade S	2942	2942	Unch
	Kolhapur – Grade M	2850	2850	Unch
	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)

		30-Nov-2013	29-Nov-2013	Change
Muzaffar Nagar	Chaku	2375	2375	Unch
	Khurpa	2125	2125	Unch
	Laddu	2313	2250	63
	Rascut	-	-	-
Maharashtra	Lal Variety	2500	2500	Unch

Bangalore	Achhu	-	-	-
	Mudde	3100	3100	Unch
Belgaum	Mudde	-	3000	-
Belthangadi	Yellow (Average)	-	3100	-
Bijapur	Achhu	2765	2755	10
Gulbarga	Other (Average)	3050	3150	-100
Mahalingapura	Penti (Average)	-	2910	-
Mandya	Achhu (Medium)	2700	2700	Unch
	Kurikatu (Medium)	2400	2400	Unch
	Other (Medium)	2450	2450	Unch
	Yellow (Medium)	2700	2700	Unch
Shimoga	Achhu (Average)	3250	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	30-Nov-2013	29-Nov-2013	Change
Dorala	M-30	3045	3045	Unch
Mawana	M-30	2920	2920	Unch
Khatauli	2995	2995	2995	Unch
Modinagar	M-30	-	-	-
Malakpur	M-30	2965	2965	Unch
Simbholi	M-30	3260	3260	Unch
Asamoli	M-30	3195	3195	Unch
Dhanora	M-30	2990	2990	Unch
Dhampur	M-30	2970	2970	Unch
Kinnoni	M-31	3325	3325	Unch
Budhana	M-31	2995	2995	Unch
Thanabhavan	M-31	2995	2995	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	30-Nov-2013	29-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	30-Nov-2013	29-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	2875	Unch

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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