

## Sugar & Gur Domestic & International Fundamentals

- Sugar prices declined today in sugar spot markets on Tuesday.
- India is offering \$480 per ton FOB prices which is \$25 higher than LIFFE March futures. However, there is no export parity at current FOB prices; however, we expect international prices to improve as is it already ruling at lower levels. Slight improvement in international prices may open export window for India as Indian prices are at its lowest levels.**
- Thailand has finally started its cane crushing operations for 2013-14 season after delay due to rainfall. Thai mills have crushed 479000 tons of cane so far which is down from 2.2 million tons cane crushed by millers at last year same period.
- Thai raw sugar premium stood at 75 to 80 points over March ICE raw sugar futures.
- UP government able to make UP millers agree to start their cane crushing operations for 2013-14. It is notable that government gives some relief to millers by removing 2% entry tax levied on sugar mills. In addition to it, government allows sugar mills to pay sugarcane payment to farmers in two tranches.
- Dry weather conditions in India as well as Brazil favors sugarcane harvesting.
- Gur prices declined today in key Muzaffar nagar spot market 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:** With delay in sugarcane crushing operations by mills, sugar output is likely to decline for the coming marketing year which would increase the sugar prices in the coming days as expected.

### NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-13	-30.00	2785.00	2787.00	2755.00	2756.00
Jan-14	-9.00	2802.00	2815.00	2787.00	2799.00
Feb-14	-10.00	2824.00	2825.00	2801.00	2810.00

Contract	Volume	Change	OI	Change
Dec-13	2250	-930	11020	-610
Jan-14	3250	-760	23740	810
Feb-14	1530	-880	14390	400

Spread	Dec-13	Jan-14	Feb-14
Basis	119		
Dec-13		43	54
Jan-14			11

Stocks	Demat 02.12.13	In-Process 02.12.13	Total 02.12.13	FED 02.12.13
Sangli S	1200	0	1200	1200
Delhi M	979	0	979	979
Solapur M	390	0	390	390
Solapur S	150	0	150	150

### LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Dec	459.40	462.00	454.40	455.00	-9.00
14-Mar	465.00	469.10	462.40	462.90	-6.80
14-May	470.70	474.10	468.20	468.80	-5.60

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-13	-6.50	1007.00	1014.00	1000.00	1003.00
Jan-13	-11.50	1047.50	1052.00	1037.00	1040.50
Mar-13	-5.50	1062.00	1068.50	1058.00	1060.50

Contract	Volume	Change	OI	Change
Dec-13	4650	-3150	3220	-620
Jan-13	2270	-1550	2400	50
Mar-13	2840	-690	3180	650

Spread	Dec-13	Jan-14	Mar-14
Basis	-33		
Dec-13		37.5	57.5
Jan-13			20

Gur Stock Position	Chaku	Raskut	Papdi	Total
2013	-	-		
2012	30000	20500	28000	67000

### ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Mar	17.18	17.25	16.92	16.97	-0.18
14-May	17.31	17.32	17.05	17.09	-0.15
14-July	17.30	17.40	17.15	17.18	-0.12

## Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	<b>357.25</b>	<b>-10.50</b>
Raw Sugar C&F (\$/MT)	Black Sea	<b>387</b>	<b>-10.50</b>
Sugar White FOB (\$/MT)	Santos Port	<b>452.75</b>	<b>-6</b>

## 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
		3-Dec-2013	1-Dec-2013	
Sugar	Delhi - Grade M	3125	3140	<b>-15</b>
	Delhi - Grade S	3050	3050	<b>Unch</b>
	Delhi - Grade L	-	-	<b>-</b>
	UP- Khatauli Grade M	3130	-	<b>-</b>
	UP- Ramala Grade M	2970	-	<b>-</b>
	UP- Dhampur Grade M Ex-Mill	3000	3000	<b>Unch</b>
	UP- Dhampur Grade S Ex-Mill	2980	2980	<b>Unch</b>
	UP- Dhampur Grade L Ex-Mill	3050	3050	<b>Unch</b>
	Mumbai –Grade M	3142	3156	<b>-14</b>
	Mumbai –Grade S	2942	2942	<b>Unch</b>
	Kolhapur – Grade M	2875	2900	<b>-25</b>
	Kolhapur – Grade S	2725	2750	<b>-25</b>
	Guhawati – Grade S	2985	3010	<b>-25</b>
	Shillong – Grade S	3045	3070	<b>-25</b>
	Vijayawada – Grade M	3550	3550	<b>Unch</b>
	Vijayawada- Grade S	3250	3250	<b>Unch</b>
	Nagpur – Grade M	3200	3200	<b>Unch</b>
	Nagpur – Grade S	3000	3000	<b>Unch</b>
	Kolkata – Grade M	3200	3270	<b>-70</b>
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	<b>Unch</b>
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	<b>-</b>
	Chennai - Grade S	2900	2900	<b>Unch</b>

## Gur Spot Prices (Rs/Qtl)

		3-Dec-2013	2-Dec-2013	Change
Muzaffar Nagar	Chaku	2425	2400	<b>25</b>
	Arrivals	15000	1500	<b>Unch</b>
	Khurpa	2250	2250	<b>Unch</b>
	Laddu	2375	2350	<b>25</b>
	Rascut	2258	-	<b>-</b>

<b>Seyana</b>	Chaurasa	2188	-	-
<b>Hapur</b>	Balti	2138	-	-
<b>Maharashtra</b>	Lal Variety	2500	2500	Unch
<b>Bangalore</b>	Achhu	-	-	-
	Mudde	3100	3100	Unch
<b>Belgaum</b>	Mudde	-	3100	-
<b>Belthangadi</b>	Yellow (Average)	3100	3100	Unch
<b>Bijapur</b>	Achhu	-	2780	-
<b>Gulbarga</b>	Other (Average)	3100	-	-
<b>Mahalingapura</b>	Penti (Average)	2650	-	-
<b>Mandya</b>	Achhu (Medium)	-	2700	-
	Kurikatu (Medium)	-	2400	-
	Other (Medium)	-	2450	-
	Yellow (Medium)	-	2700	-
<b>Shimoga</b>	Achhu (Average)	2850	2700	150

UP Private Mills Tender Rates				
Centre	Origin/Grade	3-Dec-2013	2-Dec-2013	Change
Dorala	M-30	3060	3060	Unch
Mawana	M-30	-	-	-
Khatauli	2995	3025	3025	Unch
Modinagar	M-30	-	-	-
Malakpur	M-30	2965	2965	Unch
Simbholi	M-30	3260	3260	Unch
Asamoli	M-30	3190	3190	Unch
Dhanora	M-30	2900	2900	Unch
Dhampur	M-30	2980	2980	Unch
Kinnoni	M-31	3310	3310	Unch
Budhana	M-31	3010	3010	Unch
Thanabhavan	M-31	3010	3010	Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	3-Dec-2013	2-Dec-2013	Change
Ramala	M-30	2885	2885	Unch
Baghpat	M-30	2895	2895	Unch
Gajraula	M-30	2875	2875	Unch
BulandShahar	M-30	NA	NA	-
Anupshahar	M-30	2860	2860	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	3-Dec-2013	2-Dec-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	NA	NA	-
Chandpur	M-31	2875	2875	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	2-12-2013
HUTATMA	S1.PP	2768
	S2.JK	2753
DATT SHIROL	S2.JK	2698
KUMBHI	S1.PP	2778
	S2.JK	2723
WARANA	S1.PP	2698

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