

## 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.
- Food Minister today would write to prime minister to make a buffer stock for sugar industry. He also propose to increase the sugar import duty to curb raw sugar imports from Brazil.
- Brazil has exported 2.26 million tons of sugar in November 2013 which is down from 2.62 million tons in the previous month.
- UP sugar mills are ready to start their cane crushing operations as soon as possible. As per UP cane managers of various mills, recovery of sugar from sugarcane is likely to increase as late harvesting gives time to the sugarcane to grow resulted in better yield as well recovery.
- 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.
- Gur prices improved 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	11.00	2737.00	2769.00	2737.00	2740.00
Jan-14	21.00	2782.00	2810.00	2781.00	2797.00
Feb-14	11.00	2800.00	2812.00	2795.00	2803.00

Contract	Volume	Change	OI	Change
Dec-13	1620	590	9220	-670
Jan-14	5030	3910	24610	550
Feb-14	2380	1730	15120	480

Spread	Dec-13	Jan-14	Feb-14
Basis	110		
Dec-13		57	63
Jan-14			6

Stocks	Demat 05.12.13	In-Process 05.12.13	Total 05.12.13	FED 02.12.13
Sangli S	1200	0	1200	1200
Delhi M	979	0	979	979
Solapur M	390	0	390	390
Solapur S	0	0	0	150

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

Contract	Open	High	Low	Close	+/-
13-Dec	450.00	451.10	446.20	449.90	-0.10
14-Mar	458.30	458.30	454.10	457.30	+0.10
14-May	463.70	463.70	460.10	462.80	-0.30

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-13	1.00	1010.00	1014.00	1005.00	1011.00
Jan-13	1.00	1045.00	1050.00	1038.50	1046.00
Mar-13	3.50	1065.50	1075.00	1061.50	1071.00

Contract	Volume	Change	OI	Change
Dec-13	1790	-1060	2400	-170
Jan-13	3080	1290	2850	390
Mar-13	3280	800	3630	90

Spread	Dec-13	Jan-14	Mar-14
Basis	-15		
Dec-13		35	60
Jan-13			25

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	16.68	16.76	16.55	16.69	+0.01
14-May	16.82	16.86	16.67	16.80	Unch
14-July	16.94	16.97	16.80	16.91	-0.01

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

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	<b>355.50</b>	-
Raw Sugar C&F (\$/MT)	Black Sea	<b>385.25</b>	-
Sugar White FOB (\$/MT)	Santos Port	<b>451.00</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
		6-Dec-2013	5-Dec-2013	
Sugar	Delhi - Grade M	3110	3120	<b>-10</b>
	Delhi - Grade S	3050	3040	<b>10</b>
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3135	3135	<b>Unch</b>
	UP- Ramala Grade M	2970	2960	<b>10</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	3202	3202	<b>Unch</b>
	Mumbai –Grade S	2926	2946	<b>-20</b>
	Kolhapur – Grade M	2850	2900	<b>-50</b>
	Kolhapur – Grade S	2725	2700	<b>25</b>
	Guhawati – Grade S	2985	2960	<b>25</b>
	Shillong – Grade S	3045	3020	<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	3290	3180	<b>110</b>
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	<b>Unch</b>
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-
	Chennai - Grade S	2900	2900	<b>Unch</b>

## Gur Spot Prices (Rs/Qtl)

		6-Dec-2013	5-Dec-2013	Change
Muzaffar Nagar	Chaku	2488	2450	<b>38</b>
	Arrivals	10000	3000	<b>7000</b>
	Khurpa	2314	2345	<b>-31</b>
	Laddu	2475	2350	<b>125</b>
	Rascut	2275	2275	<b>Unch</b>

<b>Seyana</b>	Chaurasa	2303	2225	<b>78</b>
<b>Hapur</b>	Balti	2400	2150	<b>250</b>
<b>Maharashtra</b>	Lal Variety	2600	2600	<b>Unch</b>
<b>Bangalore</b>	Achhu	-	-	<b>-</b>
	Mudde	3100	3100	<b>Unch</b>
<b>Belgaum</b>	Mudde	3000	3000	<b>Unch</b>
<b>Belthangadi</b>	Yellow (Average)	3000	-	<b>-</b>
<b>Bijapur</b>	Achhu	2900	2900	<b>Unch</b>
<b>Gulbarga</b>	Other (Average)	3250	3150	<b>100</b>
<b>Mahalingapura</b>	Penti (Average)	2780	2650	<b>130</b>
<b>Mandya</b>	Achhu (Medium)	2750	2750	<b>Unch</b>
	Kurikatu (Medium)	2400	2400	<b>Unch</b>
	Other (Medium)	2400	2400	<b>Unch</b>
	Yellow (Medium)	2700	2700	<b>Unch</b>
<b>Shimoga</b>	Achhu (Average)	2900	2900	<b>-</b>

UP Private Mills Tender Rates				
Centre	Origin/Grade	6-Dec-2013	5-Dec-2013	Change
Dorala	M-30	3070	3070	<b>Unch</b>
Mawana	M-30	NA	NA	<b>-</b>
Khatauli	2995	3040	3040	<b>Unch</b>
Modinagar	M-30	NA	NA	<b>-</b>
Malakpur	M-30	2990	2990	<b>Unch</b>
Simbholi	M-30	3260	3260	<b>Unch</b>
Asamoli	M-30	3190	3190	<b>Unch</b>
Dhanora	M-30	2910	2910	<b>Unch</b>
Dhampur	M-30	2990	2990	<b>Unch</b>
Kinnoni	M-31	3290	3290	<b>Unch</b>
Budhana	M-31	3020	3020	<b>Unch</b>
Thanabhavan	M-31	3020	3020	<b>Unch</b>
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	6-Dec-2013	5-Dec-2013	Change
Ramala	M-30	2885	2885	<b>Unch</b>
Baghpat	M-30	2895	2895	<b>Unch</b>
Gajraula	M-30	2875	2875	<b>Unch</b>
BulandShahar	M-30	NA	NA	<b>-</b>
Anupshahar	M-30	2860	2860	<b>Unch</b>
UP Government Mills Tender Rates				
Centre	Origin/Grade	6-Dec-2013	5-Dec-2013	Change
Morna	M-30	2895	2895	<b>Unch</b>
Nanotha	M-30	2885	2885	<b>Unch</b>
Nazibabad	M-30	2875	2875	<b>Unch</b>

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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