

Sugar & Gur Domestic & International Fundamentals

- Cash sugar markets continued to trade steady on comfortable supply side on Thursday. Surplus production, huge unsold stocks and mounting sugarcane arrears to farmers remain unsupportive to the cash sugar market. No respite seems in the short term despite proposed bailout package.
- The government wsi expected to decide on the issue before Christmas. The package includes Rs 7,200 crore of interest-free bank loans to pay dues to sugarcane growers. Besides interest free loans, the package also includes recasting of loans taken by mills, incentives to produce four million tonnes of raw sugar, setting up a buffer stock and doubling ethanol-blending in petrol to 10 per cent.
- Maharashtra sugar mills have 89.29 lac tons of sugarcane and produced 8.10 lac tons of sugar till Saturday. Meanwhile, around 146 mills have started cane crushing operations in the state, as per news sources.
- Indian white sugar FOB prices are quoted at \$455-\$460 per ton this week which was \$480 per ton last week. Also, Indian raw sugar prices quoted at \$440 per ton which is much higher than Brazilian raw sugar prices.
- India has exported 12 lac tons of sugar in 2012-13, according to Food Minister.
- Brazil has exported 2.26 million tons of sugar in November 2013 which is down from 2.62 million tons in the previous month. Food Minister is against raw sugar import from Brazil.
- Gur traded sideways in key Muzaffarnagar spot market due to lower arrivals However, overall sentiments remain weak and more downward correction is expected to continue in the weeks ahead
- 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 might support the sugar prices in the medium term.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-13	29	2718	2724	2718	2724
Jan-14	7.0	2757	2765	2746	2765
Feb-14	4.0	2771	2776	2764	2776

Contract	Volume	Change	OI	Change
Dec-13	50	-4840	3680	-180
Jan-14	2770	-2480	26120	-610
Feb-14	870	-210	16810	370

Spread	Dec-13	Jan-14	Feb-14
Basis	235		
Dec-13		43	57
Jan-14			14

Stocks	Demat 10.12.13	In-Process 10.12.13	Total 10.12.13	FED 09.12.13
Sangli S	960	0	960	1200
Delhi M	879	0	879	979
Solapur M	390	0	390	390
Solapur S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Dec	451.50	453.00	448.10	449.10	-2.30
14-Mar	458.30	459.50	455.30	455.80	-2.50
14-May	465.80	465.80	461.60	462.40	-2.30

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-13	-6	1005	1005	1001	1001
Jan-13	-1.50	1038.5	1044.50	1036	1041
Mar-13	-4	1064	1074	1063	1069

Contract	Volume	Change	OI	Change
Dec-13	310	-300	1000	-170
Jan-13	4070	320	4130	720
Mar-13	2640	520	4070	-140

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	16.63	16.72	16.48	16.51	-0.11
14-May	16.85	16.86	16.63	16.65	-0.12
14-July	17.00	17.00	16.78	16.78	-0.12

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	351.75	-
Raw Sugar C&F (\$/MT)	Black Sea	386.75	-
Sugar White FOB (\$/MT)	Santos Port	450.50	-

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
		12-Dec-2013	11-Dec-2013	
Sugar	Delhi - Grade M	3040	3040	Unch
	Delhi - Grade S	3000	3000	Unch
	Delhi - Grade L	-	-	-
	UP- Khatauli Grade M	3100	3110	-10
	UP- Ramala Grade M	2970	2970	Unch
	UP- Dhampur Grade M Ex-Mill	3100	3111	-11
	UP- Dhampur Grade S Ex-Mill	3080	3091	-11
	UP- Dhampur Grade L Ex-Mill	3150	3161	-11
	Mumbai –Grade M	3196	3196	Unch
	Mumbai –Grade S	2920	2920	Unch
	Kolhapur – Grade M	2900	2950	-50
	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	3260	3290	-30
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-
	Chennai - Grade S	2890	2890	Unch

Gur Spot Prices (Rs/Qtl)

		12-Dec-2013	11-Dec-2013	Change
Muzaffar Nagar	Chaku	2375	2475	-100
	Arrivals	15000	15000	Unch

	Khurpa	2250	2300	-50
	Laddu	2525	2600	-75
	Rascut	2275	2288	-13
Seyana	Chaursa	2203	2238	-35
Hapur	Balti	2225	2225	Unch
Maharashtra	Lal Variety	2600	2600	Unch
Bangalore	Achhu	NR	NR	-
	Mudde	3300	NR	-
Belgaum	Mudde	2900	NR	-
Belthangadi	Yellow (Average)	NR	NR	-
Bijapur	Achhu	2950	NR	-
Gulbarga	Other (Average)	3050	NR	-
Mahalingapura	Penti (Average)	3000	NR	-
Mandya	Achhu (Medium)	2800	NR	-
	Kurikatu (Medium)	2400	NR	-
	Other (Medium)	2450	NR	-
	Yellow (Medium)	2750	NR	-
Shimoga	Achhu (Average)	NR	NR	-

UP Private Mills Tender Rates

Centre	Origin/Grade	12-Dec-2013	11-Dec-2013	Change
Dorala	M-30	3055	3070	-15
Mawana	M-30	3125	2910	215
Khatauli	2995	3005	3030	-25
Modinagar	M-30	3100	NA	-
Malakpur	M-30	2965	2995	-30
Simbholi	M-30	3170	3260	-90
Asamoli	M-30	3180	3190	-10
Dhanora	M-30	2890	2910	-20
Dhampur	M-30	2900	2990	-90
Kinnoni	M-31	3290	3310	-20
Budhana	M-31	2910	3020	-110
Thanabhavan	M-31	2910	3020	-110

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	12-Dec-2013	11-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	12-Dec-2013	11-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	11-12-2013
BHAWANII SANSAR	S.PP-S.JK	2738
	M.PP	2788
DWARKADHISH	S.PP	2650
SHRIRAM PHALTAN	S1.PP	2715
	M.PP	2678
BHENDA	S1.PP	2683
	M.PP	2732.00-2735.00
VENKATESH	S.PP	2883
	M.PP	2708
RENA	S.PP	2728
BHAWARAO	S.PP	2688
	S.JK	2700
BHAIRAVNATH VIHAR	S1.JB	2711
BHAIRAVNATH SONERI	S.PP	2830
	S.JB	2723
LOKMANGAL AGRO	M.PP	2852.00-2854.00
SHAKTI	S.PP	2835
	M.PP	2673
MADHA	S.PP	2758
	M.PP	2888
PRAWARA	S1.PP	2748
	M.PP	2745.00-2748.00
AGASTI	S.JK	2736.00-2738.00
	M.PP	2940
VRIDESHWAR	S.PP-S.JK	2700.00-2705.00
	M.PP	2930
LOKNETE	S.PP	2678
AKLUJ	S.PP-JK	2698.00-2708.00
	M.PP	2840
SIDDHESHWAR	S.PP	2738
	M.PP	2788
GURUDATT	S1.PP	2825
	M.PP	2975
JAWAHAR	S2.PP	2700
	M2.PP-M1.PP	2780.00-2860.00
WARANA	S2.PP-S1.PP	2736.00-2638.00

	M.PP	2940.00-2943.00
BIDRI	S1.PP	2728

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