

Sugar & Gur Domestic & International Fundamentals

- Sugar prices remained mixed today in key markets as markets could not find adequate cues to decide the prices either side.
- India has exported 5 lac tons of sugar in the first week of December 2013. Recent figures increase the future prospects of sugar exports from India which would result in higher prices.
- The government 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.
- 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	9.00	2725.00	2730.00	2720.00	2730.00
Jan-14	15.00	2760.00	2777.00	2757.00	2777.00
Feb-14	10.00	2770.00	2785.00	2766.00	2785.00

Contract	Volume	Change	OI	Change
Dec-13	2160	2110	2670	-1010
Jan-14	3300	530	26020	-150
Feb-14	1030	160	17180	370

Spread	Dec-13	Jan-14	Feb-14
Basis	170		
Dec-13		47	55
Jan-14			8

Stocks	Demat 12.12.13	In-Process 12.12.13	Total 12.12.13	FED 09.12.13
Sangli S	960	0	960	1200
Delhi M	779	0	779	979
Solapur M	250	0	250	390
Solapur S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Dec	448.60	449.30	443.80	445.20	-3.90
14-Mar	455.90	456.20	451.10	452.50	-3.30
14-May	462.30	462.30	457.70	458.90	-3.50

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-13	-3.50	999.00	1000.00	992.50	1000.00
Jan-13	0.50	1040.00	1041.00	1036.00	1040.50
Mar-13	0.50	1069.00	1072.00	1065.50	1070.50

Contract	Volume	Change	OI	Change
Dec-13	480	170	990	20
Jan-13	2030	-2040	3780	-340
Mar-13	1160	-1480	3820	70

Spread	Dec-13	Jan-14	Mar-14
Basis	-50		
Dec-13		40.5	70.5
Jan-13			30

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	16.49	16.54	16.29	16.30	-0.21
14-May	16.65	16.66	16.44	16.44	-0.21
14-July	16.78	16.79	16.57	16.58	-0.20

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	443.50	-

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
		13-Dec-2013	12-Dec-2013	
Sugar	Delhi - Grade M	3050	3040	10
	Delhi - Grade S	2950	3000	-50
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3080	3100	-20
	UP- Ramala Grade M	2970	2970	Unch
	UP- Dhampur Grade M Ex-Mill	3100	3100	Unch
	UP- Dhampur Grade S Ex-Mill	3080	3080	Unch
	UP- Dhampur Grade L Ex-Mill	3150	3150	Unch
	Mumbai –Grade M	3192	3196	-4
	Mumbai –Grade S	2942	2920	22
	Kolhapur – Grade M	2900	2900	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	Closed	3200	-
	Nagpur – Grade S	Closed	3000	-
	Kolkata – Grade M	3260	3260	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	NA	NA	-
	Chennai - Grade S	2890	2890	Unch

Gur Spot Prices (Rs/Qtl)

		13-Dec-2013	12-Dec-2013	Change
Muzaffar Nagar	Chaku	2375	2375	Unch
	Arrivals	15000	15000	Unch

	Khurpa	2250	2250	Unch
	Laddu	2375	2525	-150
	Rascut	2288	2275	13
Seyana	Chaurasa	2205	2203	2
Hapur	Balti	2213	2225	-12
Maharashtra	Lal Variety	2600	2600	Unch
Bangalore	Achhu	NR	NR	-
	Mudde	3300	3300	Unch
Belgaum	Mudde	2900	2900	Unch
Belthangadi	Yellow (Average)	3000	3000	Unch
Bijapur	Achhu	2950	2950	Unch
Gulbarga	Other (Average)	3150	3050	100
Mahalingapur a	Penti (Average)	2950	3000	-50
Mandya	Achhu (Medium)	2800	2800	Unch
	Kurikatu (Medium)	2400	2400	Unch
	Other (Medium)	2450	2450	Unch
	Yellow (Medium)	2700	2750	-50
Shimoga	Achhu (Average)	2950	2950	Unch

UP Private Mills Tender Rates

Centre	Origin/Grade	13-Dec-2013	12-Dec-2013	Change
Dorala	M-30	3025	3055	-30
Mawana	M-30	3110	3125	-15
Khatauli	2995	2895	3005	-110
Modinagar	M-30	3080	3100	-20
Malakpur	M-30	2960	2965	-5
Simbholi	M-30	3270	3170	100
Asamoli	M-30	3170	3180	-10
Dhanora	M-30	3090	2890	200
Dhampur	M-30	3050	2900	150
Kinnoni	M-31	3280	3290	-10
Budhana	M-31	2900	2910	-10
Thanabhavan	M-31	2900	2910	-10

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	13-Dec-2013	12-Dec-2013	Change
Ramala	M-30	2865	2885	-20
Baghpat	M-30	2875	2895	-20
Gajraula	M-30	2855	2875	-20
BulandShahar	M-30	NA	NA	-
Anupshahar	M-30	2845	2860	-15

UP Government Mills Tender Rates				
Centre	Origin/Grade	13-Dec-2013	12-Dec-2013	Change
Morna	M-30	2865	2895	-30
Nanotha	M-30	2855	2885	-30
Nazibabad	M-30	2845	2875	-30
Sakoti	M-30	2870	2890	-20
Amroha	M-30	NA	NA	-
Chandpur	M-31	2855	2875	-20

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	12-12-2013
JAGRUTI	S/30	2698
	M/30	2860
BHIMA SHANKAR	S/30	2733
ANURAJ	M/30	2855.00-2858.00
GEMS	S2.JK-S.PP	2698.00-2708.00
	M/30	2748
GOKAK	S.PP	2740
	M/30	2903
SIDDHESHWAR	S.PP	2800
	M.PP	3000
WATEGAON	S1.PP	2798
	M.PP	2948
SHANKESHWAR	S.PP	2738
	M.PP	2858
SHREEPUR	S1.PP	2780
	M.PP	2900
BARAMATI AGRO	S.PP	2785
SIDDHENATH	S1.PP	2673
MURUM	S.JB	2700
VENKATESH	S.PP	2781
VIGHNAHAR	S.PP	2740
	M.PP	2840
SONHIRA	S1.PP	2798
	M.PP	2948

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