

Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key sugar spot markets on Saturday.
- 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 prices improved today in key Muzaffar nagar spot market despite of higher 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	4.00	2730.00	2758.00	2730.00	2730.00
Jan-14	1.00	2779.00	2780.00	2770.00	2772.00
Feb-14	6.00	2789.00	2791.00	2787.00	2787.00

Contract	Volume	Change	OI	Change
Dec-13	108	108	108	108
Jan-14	2302	2302	2302	2302
Feb-14	548	548	548	548

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

Stocks	Demat 13.12.13	In-Process 13.12.13	Total 13.12.13	FED 09.12.13
Sangli S	560	0	560	1200
Delhi M	679	0	679	979
Solapur M	250	0	250	390
Solapur S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
13-Dec	445.40	445.60	442.10	443.90	-1.30
14-Mar	452.70	452.70	449.00	450.50	-2.00
14-May	459.00	459.00	455.00	456.30	-2.60

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Dec-13	0.50	1004.00	1004.00	998.00	998.00
Jan-13	-1.50	1040.50	1044.50	1039.00	1039.00
Mar-13	-0.50	1072.00	1075.50	1069.50	1071.00

Contract	Volume	Change	OI	Change
Dec-13	200	-280	830	-160
Jan-13	1890	-140	3740	-40
Mar-13	2580	1420	4250	430

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	16.32	16.37	16.22	16.27	-0.03
14-May	16.40	16.51	16.35	16.40	-0.04
14-July	16.57	16.64	16.49	16.53	-0.05

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
		14-Dec-2013	13-Dec-2013	
Sugar	Delhi - Grade M	3050	3050	Unch
	Delhi - Grade S	2950	2950	Unch
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3080	3080	Unch
	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	3192	Unch
	Mumbai –Grade S	2942	2942	Unch
	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	3200	Closed	-
	Nagpur – Grade S	3000	Closed	-
	Kolkata – Grade M	3265	3260	5
	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)

		14-Dec-2013	13-Dec-2013	Change
Muzaffar Nagar	Chaku	2475	2375	100
	Arrivals	17000	15000	2000

	Khurpa	2250	2250	Unch
	Laddu	2400	2375	25
	Rascut	2238	2288	-50
Seyana	Chaurasa	2215	2205	10
Hapur	Balti	2205	2213	-8
Maharashtra	Lal Variety	2550	2600	-50
Bangalore	Achhu	NR	NR	-
	Mudde	NR	3300	-
Belgaum	Mudde	NR	2900	-
Belthangadi	Yellow (Average)	NR	3000	-
Bijapur	Achhu	NR	2950	-
Gulbarga	Other (Average)	NR	3150	-
Mahalingapur a	Penti (Average)	NR	2950	-
Mandya	Achhu (Medium)	NR	2800	-
	Kurikatu (Medium)	NR	2400	-
	Other (Medium)	NR	2450	-
	Yellow (Medium)	NR	2700	-
Shimoga	Achhu (Average)	NR	2950	-

UP Private Mills Tender Rates

Centre	Origin/Grade	14-Dec-2013	13-Dec-2013	Change
Dorala	M-30	3025	3025	Unch
Mawana	M-30	3110	3110	Unch
Khatauli	2995	2895	2895	Unch
Modinagar	M-30	3080	3080	Unch
Malakpur	M-30	2960	2960	Unch
Simbholi	M-30	3270	3270	Unch
Asamoli	M-30	3170	3170	Unch
Dhanora	M-30	3090	3090	Unch
Dhampur	M-30	3050	3050	Unch
Kinnoni	M-31	3280	3280	Unch
Budhana	M-31	2900	2900	Unch
Thanabhavan	M-31	2900	2900	Unch

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	14-Dec-2013	13-Dec-2013	Change
Ramala	M-30	2865	2865	Unch
Baghpat	M-30	2875	2875	Unch
Gajraula	M-30	2855	2855	Unch
BulandShahar	M-30	NA	NA	-
Anupshahar	M-30	2845	2845	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	14-Dec-2013	13-Dec-2013	Change
Morna	M-30	2865	2865	Unch
Nanotha	M-30	2855	2855	Unch
Nazibabad	M-30	2845	2845	Unch
Sakoti	M-30	2870	2870	Unch
Amroha	M-30	NA	NA	-
Chandpur	M-31	2855	2855	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	13-12-2013
BIDRI	S.PP-S1.PP	2718.00-2788.00
	M.PP	2940
MADHA	S.PP	2678
AKLUJ	S.JK	2708
	S1.JK	2748
VRIDESHWAR	S.PP	2705
PANCHGANGA	M.PP	2898
JAI MAHESH	M.PP	2925
	M/30	3000
KAGAL	S1.PP	2815
	M.PP	3010
GHODGANGA	S.PP	2705
SADASHIV	S.PP-JK	2653.00-2658.00
	M/30	2718
AGASTI	S.PP-JK	2753.00-2658.00
	M/30	2885
SATISH	S1.PP	2740
	M/30	2780
PRAWARA	S.PP	2705
	M.PP	2911

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