

Sugar & Gur Domestic & International Fundamentals

- Sugar prices declined sharply today in key sugar spot markets on Monday. Weak international prices weakens the export opportunity from domestic market. In addition to it, higher sugar stocks kept with sugar millers also led the prices down
- Brazil has exported 1.98 million tons of sugar, raw value, in December 2013 down from 2.49 million tons in the previous year. It is notable that Brazil has exported 20.59 million tons of sugar this year till December which was 21.03 million tons, raw value, last year same period.
- Government notifies norms for sugar mills to get interest free loans.
- Cabinet ministry postponed its meeting over sugar export subsidy issue up to 9th January 2014. It is expected that govt could give export subsidy up to Rs. 300 per ton.**
- India's sugar production falls by 29% to 57.39 lac tons in the first three months of 2013-14 season starting from Oct. 2013 due to delay in starting of cane crushing operations by millers. Millers have produced 80.32 lac tons of sugar at same period last year.
- Reportedly, Daily on an average 5000 tons of sugar (mainly raws) exported from Indian ports.
- Egypt SIIIC buys 50000 tons of raw sugar from Brazil for first week of March arrival at \$411.95 per ton on a CIF basis.
- India is offering white sugar at FOB \$467.60/Ton which is not lucrative as compared to Brazil and Thailand FOB prices. However, if government gives export subsidy to them then it would increase the sugar export from India as expected.
- Gur prices also showing weak trend despite of lower arrivals compared to prior day..
- Total around 210505 bags of 40 kg each of gur stored in warehouses presently which are lower by 70190 bags compared to last year same period gur stock position in warehouses.

Outlook: Sugar prices are falling like anything and likely to continue its downtrend for the coming weeks.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-14	-5.00	2786.00	2794.00	2775.00	2792.00
Feb-14	-7.00	2769.00	2777.00	2759.00	2765.00
Mar-14	-10.00	2771.00	2780.00	2762.00	2766.00

Contract	Volume	Change	OI	Change
Jan-14	1,440	-1,920	18390	-30
Feb-14	580	-950	17040	240
Mar-14	380	-480	18960	230

Spread	Jan-14	Feb-14	Mar-14
Basis	58		
Jan-14		-27	-26
Feb-14			1

Stocks	Demat 4.1.14	In-Process 4.1.14	Total 4.1.14	FED 31.12.13
Sangli S	-	-	-	-
Delhi M	-	-	-	-
Solapur M	-	-	-	-
Solapur S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Mar	444.80	445.90	440.00	440.40	-5.00
14-May	451.10	452.10	446.80	447.40	-4.70
14-Aug	457.60	458.50	453.40	453.90	-4.20

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-13	0.00	1020.00	1023.50	1017.00	1022.50
Mar-13	-2.00	1020.50	1022.50	1017.00	1021.00
Jul-13	-1.00	1152.00	1154.00	1150.00	1154.00

Contract	Volume	Change	OI	Change
Jan-13	720	-2,760	4060	-170
Mar-13	2,140	-1,960	7450	640
Jul-13	1,020	-1,330	2340	-20

Spread	Jan-14	Mar-14	July-14
Basis	-58.5		
Jan-13		-1.5	131.5
Feb-13			133

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	16.28	16.37	16.06	16.08	-0.21
14-May	16.41	16.50	16.23	16.24	-0.20
14-July	16.63	16.68	16.45	16.46	-0.18

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	344.25	-
Raw Sugar C&F (\$/MT)	Black Sea	382.25	-
Sugar White FOB (\$/MT)	Santos Port	435.00	-

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-Jan-14	4-Jan-14	
Sugar	Delhi - Grade M	2900	2960	-60
	Delhi - Grade S	2800	2880	-80
	Delhi - Grade L	2960	3000	-40
	UP- Khatauli Grade M	2990	2990	Unch
	UP- Ramala Grade M	NA	2910	-
	UP- Dhampur Grade M Ex-Mill	2950	3000	-50
	UP- Dhampur Grade S Ex-Mill	2930	2980	-50
	UP- Dhampur Grade L Ex-Mill	3000	3050	-50
	Mumbai –Grade M	3096	3110	-14
	Mumbai –Grade S	2876	2836	40
	Kolhapur – Grade M	2850	2850	Unch
	Kolhapur – Grade S	2650	2650	Unch
	Guhawati – Grade S	2910	2954	-44
	Shillong – Grade S	2970	2970	Unch
	Vijayawada – Grade M	3320	3360	-40
	Vijayawada- Grade S	3220	3200	20
	Nagpur – Grade M	3200	3200	Unch
	Nagpur – Grade S	2950	3000	-50
	Kolkata – Grade M	3100	3080	20
	Chennai - Grade S	2820	2820	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	NA	NA	-

Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)

Gur Spot Prices (Rs/Qtl)				
		6-Jan-14	4-Jan-14	Change
Muzaffar Nagar	Chaku	2413	2463	-50
	Arrivals	12000	15000	-3000
	Khurpa	2425	2413	12
	Laddu	2625	2600	25

	Rascut	2188	2225	-37
Seyana	Chaurasa	Closed	2263	-
Hapur	Balti	Closed	2225	-
Maharashtra	Lal Variety	2700	2750	-50
Bangalore	Achhu	3400	3400	Unch
	Mudde	NA	NA	-
Belgaum	Mudde	2800	2800	Unch
Belthangadi	Yellow (Average)	NA	3000	-
Bijapur	Achhu	2800	2700	100
Gulbarga	Other (Average)	2850	2950	-100
Mahalingapura	Penti (Average)	2700	2710	-10
Mandya	Achhu (Medium)	2700	2700	Unch
	Kurikatu (Medium)	2400	2400	Unch
	Other (Medium)	2400	2400	Unch
	Yellow (Medium)	2700	2700	Unch
Shimoga	Achhu (Average)	3100	3250	-150

UP Private Mills Tender Rates				
Centre	Origin/Grade	6-Jan-14	4-Jan-14	Change
Dorala	M-30	2885	2885	Unch
Mawana	M-30	2895	2900	-5
Khatauli	M-30	3040	3050	-10
Modinagar	M-30	2875	2885	-10
Malakpur	M-30	2855	2865	-10
Simbholi	M-30	3015	3015	Unch
Asamoli	M-30	3015	3015	Unch
Dhanora	M-30	2890	2910	-20
Dhampur	M-30	2870	2870	Unch
Kinnoni	M-31	3045	3050	-5
Budhana	M-31	2890	2900	-10
Thanabhavan	M-31	2890	2900	-10

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	6-Jan-14	4-Jan-14	Change
Baghpat	M-30	2870	2880	-10
Gajraula	M-30	2850	2860	-10
BulandShahar	M-30	2875	2890	-15
Anupshahar	M-30	2840	2850	-10

UP Government Mills Tender Rates				
Centre	Origin/Grade	6-Jan-14	4-Jan-14	Change
Morna	M-30	2870	2870	Unch
Nanotha	M-30	2860	2870	-10
Nazibabad	M-30	2850	2860	-10

Sakoti	M-30	2870	2880	-10
Amroha	M-30	2865	2880	-15
Chandpur	M-31	2865	2880	-15

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	4-Jan-14
SILLOD	S.PP	2633
VITTHAL PANDHARPUR	S1.PP	2730
	M.PP	2850
BHIMA SHANKAR	S.PP	2720
ANURAJ	S.PP	2760
	M.JB	2900
VIGHNAHAR	S.PP	2710
	M.PP	2810
KUMBHI	S1.PP	2718
	M.PP	2873
JAI MAHESH	S.PP	2695
	M.PP	2725
UGAR	S.PP	2648
RENUKA AGJALPUR	S.PP	2610
	M.PP	2710
RENA	S.PP	2628.00-2630.00
	M.PP	2858
AGASTI	S1.PP	2730
	M.PP	2872
SANJIVANI	S.PP	2700

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