

Sugar & Gur Domestic & International Fundamentals

- Sugar prices declined today in key sugar spot markets on Wednesday. However, buying should come at lower levels which would curb any decline in prices further.
- Western UP mills got lesser recovery at present which is lower than last year. It is notable that UP mills are getting 8.75% recovery after crushing sugarcane in their region.
- 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 SICC 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	-8.00	2803.00	2810.00	2792.00	2798.00
Feb-14	-31.00	2763.00	2763.00	2726.00	2729.00
Mar-14	-22.00	2760.00	2760.00	2737.00	2738.00

Contract	Volume	Change	OI	Change
Jan-14	1770	-380	17190	-760
Feb-14	4000	1080	17900	650
Mar-14	1690	560	20330	310

Spread	Jan-14	Feb-14	Mar-14
Basis	52		
Jan-14		-69	-60
Feb-14			9

Stocks	Demat 7.1.14	In-Process 7.1.14	Total 7.1.14	FED 6.1.14
Sangli S	-	-	-	-
Delhi M	-	-	-	-
Solapur M	-	-	-	-
Solapur S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Mar	442.80	442.80	438.00	439.50	-1.00
14-May	448.80	449.70	445.0	446.50	-0.80
14-Aug	454.90	455.70	451.00	452.30	-1.50

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-13	4.00	1012.50	1022.00	1012.50	1022.00
Mar-13	0.00	1015.00	1020.50	1013.50	1018.50
Jul-13	1.50	1144.00	1152.00	1144.00	1150.00

Contract	Volume	Change	OI	Change
Jan-13	940	-450	3580	-100
Mar-13	3450	1640	7630	390
Jul-13	1690	350	2410	380

Spread	Jan-14	Mar-14	July-14
Basis	-52		
Jan-13		-3.5	128
Feb-13			131.5

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	16.10	16.19	15.98	16.06	-0.02
14-May	6.26	16.33	16.14	16.22	-0.03
14-July	16.45	16.54	16.34	16.42	-0.05

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
		8-Jan-2014	7-Jan-2014	
Sugar	Delhi - Grade M	2920	2950	-30
	Delhi - Grade S	2900	2900	Unch
	Delhi - Grade L	3000	3000	Unch
	UP- Khatauli Grade M	2990	2990	Unch
	UP- Ramala Grade M	-	-	-
	UP- Dhampur Grade M Ex-Mill	2950	2950	Unch
	UP- Dhampur Grade S Ex-Mill	2930	2930	Unch
	UP- Dhampur Grade L Ex-Mill	3000	3000	Unch
	Mumbai –Grade M	3090	3090	Unch
	Mumbai –Grade S	2876	2876	Unch
	Kolhapur – Grade M	2850	2850	Unch
	Kolhapur – Grade S	2650	2650	Unch
	Guhawati – Grade S	2954	2954	Unch
	Shillong – Grade S	2970	2970	Unch
	Vijayawada – Grade M	3300	3320	-20
	Vijayawada- Grade S	3200	3220	-20
	Nagpur – Grade M	3200	3200	Unch
	Nagpur – Grade S	2900	2950	-50
	Kolkata – Grade M	3100	3100	Unch
	Chennai - Grade S	2820	2820	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-

Gur Spot Prices (Rs/Qtl)

		8-Jan-2014	7-Jan-2014	Change
Muzaffar Nagar	Chaku	2425	2438	-13
	Arrivals	10000	7000	3000
	Khurpa	2500	2488	12
	Laddu	2625	2625	Unch

	Rascut	2200	2175	25
Seyana	Chaurasa	2250	2250	Unch
Hapur	Balti	2225	2225	Unch
Maharashtra	Lal Variety	2700	2700	Unch
Bangalore	Achhu	-	-	-
	Mudde	3400	3400	Unch
Belgaum	Mudde	2700	-	-
Belthangadi	Yellow (Average)	3000	-	-
Bijapur	Achhu	-	-	-
Gulbarga	Other (Average)	2950	3000	-50
Mahalingapura	Penti (Average)	2810	2760	50
Mandya	Achhu (Medium)	2700	2750	-50
	Kurikatu (Medium)	2400	2400	Unch
	Other (Medium)	2400	2400	Unch
	Yellow (Medium)	2700	2700	Unch
Shimoga	Achhu (Average)	2900	3250	-350

UP Private Mills Tender Rates				
Centre	Origin/Grade	8-Jan-2014	7-Jan-2014	Change
Dorala	M-30	2875	2875	Unch
Mawana	M-30	2895	2895	Unch
Khatauli	2995	3040	3040	Unch
Modinagar	M-30	2875	2855	20
Malakpur	M-30	3015	3015	Unch
Simbholi	M-30	3015	3015	Unch
Asamoli	M-30	2890	2890	Unch
Dhanora	M-30	2870	2870	Unch
Dhampur	M-30	2870	2870	Unch
Kinnoni	M-31	3045	3045	Unch
Budhana	M-31	2890	2890	Unch
Thanabhavan	M-31	2890	2890	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	8-Jan-2014	7-Jan-2014	Change
Ramala	M-30	2860	2860	Unch
Baghpat	M-30	2870	2870	Unch
Gajraula	M-30	2850	2850	Unch
BulandShahar	M-30	2855	2855	Unch
Anupshahar	M-30	2840	2840	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	8-Jan-2014	7-Jan-2014	Change
Morna	M-30	2870	2870	Unch
Nanotha	M-30	2860	2860	Unch

Nazibabad	M-30	2850	2850	Unch
Sakoti	M-30	2870	2870	Unch
Amroha	M-30	2845	2845	Unch
Chandpur	M-31	2845	2845	Unch

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