

Sugar & Gur Domestic & International Fundamentals

- Sugar prices declined today in key sugar spot markets on Thursday. However, buying should come at lower levels which would curb any decline in prices further.
- ICE raw sugar futures March contract tested its 3 year low tonight and trading at 15.48 cents per lb. Major factor for decline in prices are around 4.7 million tons global sugar surplus estimated by ISO. In addition to it, continuous sugar supply by Brazil and Thailand curb any hike in sugar prices in Global markets.**
- 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.
- Gur prices also showing weak trend owing to higher 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	3.00	2783.00	2800.00	2752.00	2798.00
Feb-14	0.00	2737.00	2737.00	2706.00	2729.00
Mar-14	-9.00	2742.00	2742.00	2720.00	2731.00

Contract	Volume	Change	OI	Change
Jan-14	1680	-90	16990	-200
Feb-14	3310	-690	18410	510
Mar-14	1490	-200	20650	320

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

Stocks	Demat 8.1.14	In-Process 8.1.14	Total 8.1.14	FED 7.1.14
Sangli S	-	-	-	-
Delhi M	-	-	-	-
Solapur M	-	-	-	-
Solapur S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Mar	439.20	439.20	431.70	432.30	-7.20
14-May	445.80	446.00	438.70	439.90	-6.60
14-Aug	451.50	451.50	445.50	446.50	-5.70

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-13	-1.00	1022.00	1022.50	1015.50	1017.00
Mar-13	-6.00	1020.00	1020.00	1011.50	1014.00
Jul-13	-7.00	1148.50	1151.00	1142.00	1144.00

Contract	Volume	Change	OI	Change
Jan-13	630	-310	3430	-150
Mar-13	2880	-570	7510	-120
Jul-13	1960	270	2510	100

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	16.08	16.09	15.69	15.74	-0.32
14-May	16.22	16.23	15.89	15.93	-0.29
14-July	16.42	16.43	16.12	16.17	-0.25

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
		9-Jan-2014	8-Jan-2014	
Sugar	Delhi - Grade M	2920	2920	Unch
	Delhi - Grade S	2900	2900	Unch
	Delhi - Grade L	3000	3000	Unch
	UP- Khatauli Grade M	2844	2990	-146
	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	2825	2850	-25
	Kolhapur – Grade S	2700	2650	50
	Guhawati – Grade S	3004	2954	50
	Shillong – Grade S	3020	2970	50
	Vijayawada – Grade M	3300	3300	Unch
	Vijayawada- Grade S	3200	3200	Unch
	Nagpur – Grade M	3200	3200	Unch
	Nagpur – Grade S	2900	2900	Unch
	Kolkata – Grade M	3150	3100	50
	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)

		9-Jan-2014	8-Jan-2014	Change
Muzaffar Nagar	Chaku	2375	2425	-50
	Arrivals	13000	10000	3000
	Khurpa	2450	2500	-50
	Laddu	2538	2625	-87

	Rascut	2175	2200	-25
Seyana	Chaurasa	2263	2250	13
Hapur	Balti	2225	2225	Unch
Maharashtra	Lal Variety	2650	2700	-50
Bangalore	Achhu	-	-	-
	Mudde	3400	3400	Unch
Belgaum	Mudde	2700	2700	Unch
Belthangadi	Yellow (Average)	3100	3000	100
Bijapur	Achhu	2850	-	-
Gulbarga	Other (Average)	-	2950	-
Mahalingapura	Penti (Average)	2680	2810	-130
Mandya	Achhu (Medium)	2650	2700	-50
	Kurikatu (Medium)	2400	2400	Unch
	Other (Medium)	2400	2400	Unch
	Yellow (Medium)	2700	2700	Unch
Shimoga	Achhu (Average)	2900	2900	Unch

UP Private Mills Tender Rates				
Centre	Origin/Grade	9-Jan-2014	8-Jan-2014	Change
Dorala	M-30	2880	2875	5
Mawana	M-30	2880	2895	-15
Khatauli	2995	3010	3040	-30
Modinagar	M-30	2870	2875	-5
Malakpur	M-30	2840	2855	-15
Simbholi	M-30	3005	3015	-10
Asamoli	M-30	3000	3015	-15
Dhanora	M-30	2870	2890	-20
Dhampur	M-30	2850	2870	-20
Kinnoni	M-31	3020	3045	-25
Budhana	M-31	2880	2890	-10
Thanabhavan	M-31	2875	2890	-15

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	9-Jan-2014	8-Jan-2014	Change
Ramala	M-30	2860	2860	Unch
Baghpat	M-30	2870	2870	Unch
Gajraula	M-30	2850	2850	Unch
BulandShahar	M-30	2850	2855	-5
Anupshahar	M-30	2840	2840	Unch

UP Government Mills Tender Rates				
Centre	Origin/Grade	9-Jan-2014	8-Jan-2014	Change
Morna	M-30	2860	2870	-10
Nanotha	M-30	2860	2860	Unch

Nazibabad	M-30	2840	2850	-10
Sakoti	M-30	2860	2870	-10
Amroha	M-30	2840	2845	-5
Chandpur	M-31	2840	2845	-5

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	8-Jan-14
MURUM	S.PP	2610
BHAIRAVNATH SONERI	S.JB	2650
KUSUMNAGAR	S.PP	2641
DONGARKHEDA	S.PP	2646
BHAWRAO LAXMINAGAR	OLD S.PP	2633
	S.JK	2634
MAHATMA GANDHI	S.PP	2605
	S.JB	2615
PRABHU	S1.PP-S2.PP	2700.00-2680.00
	M.PP	2850
GEMS	S2.PP	2638
	S1.JB	2678
JAMKHANDI	S2.PP	2638
	S1.PP	2688
OLAM	S.PP	2800
	M.PP	2900
PRASAD	S.PP	2700
	S1.PP	2730
GHODGANGA	S.PP	2655
	S.JK	2662
WARANA	S.PP	2688
	M.PP	2848

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