

## Sugar & Gur Domestic & International Fundamentals

- Prices of sugar continue its downward trend today.
- Maharashtra has produced 22.34 lac tons of sugar till 31<sup>st</sup> December 2013 after crushing 21.8 million tons of cane with an average recovery of 10.22%.
- **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 9<sup>th</sup> 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 remained steady today despite of decrease in 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	2798.00	2798.00	2786.00	2787.00
Feb-14	0.00	2715.00	2729.00	2715.00	2726.00
Mar-14	3.00	2720.00	2736.00	2720.00	2732.00

Contract	Volume	Change	OI	Change
Jan-14	5170	3490	16370	-620
Feb-14	1010	-2300	18930	520
Mar-14	900	-590	20480	-170

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

Stocks	Demat 9.1.14	In-Process 9.1.14	Total 9.1.14	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	431.10	431.80	424.50	425.60	-6.70
14-May	438.90	439.50	432.50	433.90	-6.00
14-Aug	445.40	446.00	439.50	440.60	-6.00

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-13	-5.00	1015.00	1016.00	1013.00	1013.00
Mar-13	-3.50	1013.00	1014.50	1008.50	1010.50
Jul-13	-5.50	1144.00	1144.00	1136.50	1138.50

Contract	Volume	Change	OI	Change
Jan-13	680	50	3050	-380
Mar-13	2020	-860	7450	-60
Jul-13	1180	-780	2910	400

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	15.78	15.78	15.41	15.48	-0.26
14-May	16.00	16.00	15.58	15.64	-0.29
14-July	16.19	16.19	15.82	15.88	-0.29

## Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	<b>329.75</b>	-
Raw Sugar C&F (\$/MT)	Black Sea	<b>367.75</b>	-
Sugar White FOB (\$/MT)	Santos Port	<b>424.75</b>	-

## 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
		10-Jan-2014	9-Jan-2014	
Sugar	Delhi - Grade M	2900	2920	-20
	Delhi - Grade S	2850	2900	-50
	Delhi - Grade L	-	3000	-
	UP- Khatauli Grade M	2845	2844	1
	UP- Ramala Grade M	-	-	-
	UP- Dhampur Grade M Ex-Mill	2940	2950	-10
	UP- Dhampur Grade S Ex-Mill	2920	2930	-10
	UP- Dhampur Grade L Ex-Mill	2990	3000	-10
	Mumbai –Grade M	3072	3090	-18
	Mumbai –Grade S	2862	2876	-14
	Kolhapur – Grade M	2850	2825	25
	Kolhapur – Grade S	2700	2700	Unch
	Guhawati – Grade S	3004	3004	Unch
	Shillong – Grade S	3020	3020	Unch
	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	3150	Unch
	Chennai - Grade S	2800	2820	-20
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-

## Gur Spot Prices (Rs/Qtl)

		10-Jan-2014	9-Jan-2014	Change
Muzaffar Nagar	Chaku	2375	2375	Unch
	Arrivals	12000	13000	-1000
	Khurpa	2350	2450	-100
	Laddu	2500	2538	-38
	Rascut	2125	2175	-50

<b>Seyana</b>	Chaurasa	2263	2263	<b>Unch</b>
<b>Hapur</b>	Balti	2235	2225	<b>10</b>
<b>Maharashtra</b>	Lal Variety	2650	2650	<b>Unch</b>
<b>Bangalore</b>	Achhu	-	-	<b>-</b>
	Mudde	3400	3400	<b>Unch</b>
<b>Belgaum</b>	Mudde	2700	2700	<b>Unch</b>
<b>Belthangadi</b>	Yellow (Average)	3100	3100	<b>Unch</b>
<b>Bijapur</b>	Achhu	2750	2850	<b>-100</b>
<b>Gulbarga</b>	Other (Average)	2650	-	<b>-</b>
<b>Mahalingapura</b>	Penti (Average)	2650	2680	<b>-30</b>
<b>Mandya</b>	Achhu (Medium)	2700	2650	<b>50</b>
	Kurikatu (Medium)	2400	2400	<b>Unch</b>
	Other (Medium)	2400	2400	<b>Unch</b>
	Yellow (Medium)	2700	2700	<b>Unch</b>
<b>Shimoga</b>	Achhu (Average)	2900	2900	<b>Unch</b>

UP Private Mills Tender Rates				
Centre	Origin/Grade	10-Jan-2014	9-Jan-2014	Change
Dorala	M-30	2870	2880	<b>-10</b>
Mawana	M-30	2870	2880	<b>-10</b>
Khatauli	2995	3000	3010	<b>-10</b>
Modinagar	M-30	2860	2870	<b>-10</b>
Malakpur	M-30	2830	2840	<b>-10</b>
Simbholi	M-30	2990	3005	<b>-15</b>
Asamoli	M-30	3000	3000	<b>Unch</b>
Dhanora	M-30	2870	2870	<b>Unch</b>
Dhampur	M-30	2830	2850	<b>-20</b>
Kinnoni	M-31	3010	3020	<b>-10</b>
Budhana	M-31	2865	2880	<b>-15</b>
Thanabhavan	M-31	2860	2875	<b>-15</b>
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	10-Jan-2014	9-Jan-2014	Change
Ramala	M-30	2860	2860	<b>Unch</b>
Baghpat	M-30	2870	2870	<b>Unch</b>
Gajraula	M-30	2850	2850	<b>Unch</b>
BulandShahar	M-30	2845	2850	<b>-5</b>
Anupshahar	M-30	2830	2840	<b>-10</b>
UP Government Mills Tender Rates				
Centre	Origin/Grade	10-Jan-2014	9-Jan-2014	Change
Morna	M-30	2860	2860	<b>Unch</b>
Nanotha	M-30	2860	2860	<b>Unch</b>
Nazibabad	M-30	2840	2840	<b>Unch</b>

Sakoti	M-30	2850	2860	-10
Amroha	M-30	2835	2840	-5
Chandpur	M-31	2835	2840	-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

## Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>

© 2013 Indian Agribusiness Systems Pvt Ltd.