

Sugar & Gur Domestic & International Fundamentals

- Sugar spot market prices showed mixed tone in various key markets on Monday.
- International sugar prices downfall left Indian sugar exporters in chaos and are now looking at government to give some export subsidy to export excess sugar to some Asian countries.**
- Prices are having some profit bookings which lead to increase in prices of sugar in NCDEX market.
- Maharashtra has produced 22.34 lac tons of sugar till 31st 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.
- Government notifies norms for sugar mills to get interest free loans.
- Cabinet ministry postponed its meeting over sugar export subsidy issue up to 16th 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 decline sharply today due to increase 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	10.00	2800.00	2809.00	2791.00	2804.00
Feb-14	11.00	2739.00	2751.00	2736.00	2746.00
Mar-14	4.00	2748.00	2757.00	2747.00	2748.00

Contract	Volume	Change	OI	Change
Jan-14	7530	6090	15120	-870
Feb-14	1860	1120	18630	-380
Mar-14	1270	520	19390	-630

Spread	Jan-14	Feb-14	Mar-14
Basis	-4		
Jan-14		-58	-56
Feb-14			2

Stocks	Demat 10.1.14	In-Process 10.1.14	Total 10.1.14	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	426.5	427.5	422.7	426.4	0.8
14-May	434.3	435.5	430.9	434.7	0.8
14-Aug	439.4	442.4	438.6	441.7	1.1

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-13	4.50	1013.00	1020.00	1013.00	1020.00
Mar-13	3.50	1014.00	1018.50	1014.00	1016.50
Jul-13	8.00	1140.00	1146.50	1140.00	1145.50

Contract	Volume	Change	OI	Change
Jan-13	1050	-220	2620	230
Mar-13	2130	100	7790	370
Jul-13	1010	-20	3100	80

Spread	Jan-14	Mar-14	July-14
Basis	-60		
Jan-13		-3.5	125.5
Feb-13			129

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	15.46	15.6	15.43	15.57	0.09
14-May	15.64	15.74	15.57	15.72	0.08
14-July	15.88	15.97	15.82	15.94	0.06

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	336.25	-
Raw Sugar C&F (\$/MT)	Black Sea	374.25	-
Sugar White FOB (\$/MT)	Santos Port	431.25	-

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
		13-Jan-2014	12-Jan-2014	
Sugar	Delhi - Grade M	2910	2900	10
	Delhi - Grade S	2860	2850	10
	Delhi - Grade L	3010	3000	10
	UP- Khatauli Grade M	2980	-	-
	UP- Ramala Grade M	2920	-	-
	UP- Dhampur Grade M Ex-Mill	2940	2940	Unch
	UP- Dhampur Grade S Ex-Mill	2920	2920	Unch
	UP- Dhampur Grade L Ex-Mill	2990	2990	Unch
	Mumbai –Grade M	3072	3070	2
	Mumbai –Grade S	2852	2852	Unch
	Kolhapur – Grade M	2800	2850	-50
	Kolhapur – Grade S	2650	2700	-50
	Guhawati – Grade S	2954	3004	-50
	Shillong – Grade S	2970	3020	-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	3100	3100	Unch
	Chennai - Grade S	2800	2800	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-

Gur Spot Prices (Rs/Qtl)

		13-Jan-2014	12-Jan-2014	Change
Muzaffar Nagar	Chaku	2400	2600	-200
	Arrivals	10000	2500	7500

	Khurpa	2250	2350	-100
	Laddu	2525	2500	25
	Rascut	2175	2125	50
Seyana	Chaurasa	-	2263	-
Hapur	Balti	-	2235	-
Maharashtra	Lal Variety	2550	2650	-100
Bangalore	Achhu	-	-	-
	Mudde	3400	3400	Unch
Belgaum	Mudde	-	2700	-
Belthangadi	Yellow (Average)	3100	-	-
Bijapur	Achhu	-	-	-
Gulbarga	Other (Average)	3050	-	-
Mahalingapura	Penti (Average)	-	-	-
Mandya	Achhu (Medium)	2650	2700	-50
	Kurikatu (Medium)	2350	2400	-50
	Other (Medium)	2350	2400	-50
	Yellow (Medium)	2650	2700	-50
Shimoga	Achhu (Average)	2900	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	13-Jan-2014	12-Jan-2014	Change
Dorala	M-30	2890	2870	20
Mawana	M-30	2890	2870	20
Khatauli	2995	2985	3000	-15
Modinagar	M-30	2885	2860	25
Malakpur	M-30	2855	2830	25
Simbholi	M-30	2995	2990	5
Asamoli	M-30	2995	3000	-5
Dhanora	M-30	2870	2870	Unch
Dhampur	M-30	2850	2830	20
Kinnoni	M-31	3040	3010	30
Budhana	M-31	2895	2865	30
Thanabhavan	M-31	2890	2860	30

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	13-Jan-2014	12-Jan-2014	Change
Ramala	M-30	2835	2860	-25
Baghpat	M-30	2845	2870	-25
Gajraula	M-30	2825	2850	-25
BulandShahar	M-30	2855	2845	10
Anupshahar	M-30	2810	2830	-20

UP Government Mills Tender Rates				
Centre	Origin/Grade	13-Jan-2014	12-Jan-2014	Change

Morna	M-30	2835	2860	-25
Nanotha	M-30	2835	2860	-25
Nazibabad	M-30	2810	2840	-30
Sakoti	M-30	2860	2850	10
Amroha	M-30	2835	2835	Unch
Chandpur	M-31	2835	2835	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	10-Jan-14
LOKNETE	S.JK	2610
	L/30	2885
PRAWARA	S1.PP	2775
	M.PP	2865
PRABHU	S1.PP-S2.PP	2700.00-2680.00
	M.JB	2850
NIRANI	S2.PP	2620
	M.PP	2740
KOLPEWADI	S.PP	2684
	M.PP	2967
MAHATMA GANDHI	S.JB	2615
GHODGANGA	S.JK	2638
SADASHIV	S.PP	2598
	M.JB	2713
MATPALI	S.PP	2698
TRIDENT	S.PP	2710
	M.PP	2750
MEDAK	S.PP	2658
GAYATRI	S.PP	2670
	M.PP	2735
GEMS	S2.JK	2598
KUMBHI	S1.PP	2698
	M.PP	2848.00 OPEN
GURUDATT	S1.PP	2710
JAWAHAR	S2.PP	2650
	M2.PP-M1.PP	2730.00-2820.00
WARANA	S1.PP-S2.PP	2698.00-2688.00
	M.PP	2848
VRIDESHWAR	S.PP	2650
	NEW S1.PP	2780



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