

Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key sugar spot markets today due to lackluster trade.
- 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 improved today in key benchmark market on Wednesday. Lower arrivals due to adverse weather conditions led the arrivals decline today compared to prior day which become the influencing factor which drove the prices up.

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	20	2815	2830	2810	2822
Feb-14	6	2749	2758	2745	2749
Mar-14	8	2752	2764	2752	2761

Contract	Volume	Change	OI	Change
Jan-14	6000	-1530	9410	-5710
Feb-14	1950	90	18740	110
Mar-14	1180	-90	19280	-110

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

Stocks	Demat 14.1.14	In-Process 14.1.14	Total 14.1.14	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	427.20	427.70	422.40	424.00	-3.50
14-May	435.20	435.50	430.60	432.30	-3.20
14-Aug	442.40	442.40	437.70	439.20	-2.80

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-13	2	1021	1024	1021	1022
Mar-13	4.5	1020	1024.5	1018.5	1021.5
Jul-13	2.5	1148	1152.5	1146	1148

Contract	Volume	Change	OI	Change
Jan-13	120	-930	2560	-60
Mar-13	3260	1130	8580	790
Jul-13	1550	540	3150	50

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	15.61	15.67	15.43	15.49	-0.11
14-May	15.77	15.80	15.60	15.66	-0.08
14-July	16.03	16.03	15.83	15.88	-0.08

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	335	-
Raw Sugar C&F (\$/MT)	Black Sea	373	-
Sugar White FOB (\$/MT)	Santos Port	430.25	-

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
		15-Jan-2014	14-Jan-2014	
Sugar	Delhi - Grade M	2910	-	-
	Delhi - Grade S	2850	-	-
	Delhi - Grade L	3010	-	-
	UP- Khatauli Grade M	2980	2980	Unch
	UP- Ramala Grade M	2910	2910	Unch
	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	3072	3072	Unch
	Mumbai –Grade S	2852	2852	Unch
	Kolhapur – Grade M	2850	-	-
	Kolhapur – Grade S	2700	-	-
	Guhawati – Grade S	3004	-	-
	Shillong – Grade S	3020	-	-
	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	3140	-40
	Chennai - Grade S	Closed	-	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	NR	-	-

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Gur Spot Prices (Rs/Qtl)				
		15-Jan-2014	14-Jan-2014	Change
Muzaffar Nagar	Chaku	2450	2375	75
	Arrivals	2500	4000	-1500
	Khurpa	2313	2275	38
	Laddu	2563	2550	13

	Rascut	2225	2225	Unch
Seyana	Chaurasa	2250	-	-
Hapur	Balti	2200	-	-
Maharashtra	Lal Variety	-	-	-
Bangalore	Achhu	-	-	-
	Mudde	-	-	-
Belgaum	Mudde	-	-	-
Belthangadi	Yellow (Average)	-	-	-
Bijapur	Achhu	-	-	-
Gulbarga	Other (Average)	-	-	-
Mahalingapura	Penti (Average)	-	-	-
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	-	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	15-Jan-2014	14-Jan-2014	Change
Dorala	M-30	2910	-	-
Mawana	M-30	2905	-	-
Khatauli	2995	2985	-	-
Modinagar	M-30	2890	-	-
Malakpur	M-30	2860	-	-
Simbholi	M-30	2995	-	-
Asamoli	M-30	2990	-	-
Dhanora	M-30	2865	-	-
Dhampur	M-30	2840	-	-
Kinnoni	M-31	3030	-	-
Budhana	M-31	2890	-	-
Thanabhavan	M-31	2880	-	-

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	15-Jan-2014	14-Jan-2014	Change
Ramala	M-30	2800	-	-
Baghpat	M-30	2810	-	-
Gajraula	M-30	2790	-	-
BulandShahar	M-30	2845	-	-
Anupshahar	M-30	2780	-	-

UP Government Mills Tender Rates				
Centre	Origin/Grade	15-Jan-2014	14-Jan-2014	Change
Morna	M-30	2800	-	-
Nanotha	M-30	2800	-	-

Nazibabad	M-30	2790	-	-
Sakoti	M-30	2830	-	-
Amroha	M-30	NA	-	-
Chandpur	M-31	2832	-	-

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	14-Jan-14
DATT SHIROL	S1.PP-S2.PP	2663.00-2650.00
	M.PP	2808.00 OPEN

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