

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Thursday as markets could not find adequate cues to decide the prices either side.
- In a major turnaround, Government today approved Rs. 2390 per ton export incentive for raw sugar to sugar millers against ISMA recent demand of Rs. 3500 per ton. This step would give major respite to the over stock burden sugar mills in major producing states like Maharashtra, UP, Karnataka and Andhra Pradesh.
- 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.
- 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	1540	-4460	8600	-810
Feb-14	3330	1380	18360	-380
Mar-14	1200	20	19330	50

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

Stocks	Demat 15.1.14	In-Process 15.1.14	Total 15.1.14	FED 14.1.14
Sangli S	0	2898	0	-
Delhi M	0	401	0	-
Solapur M	-	-	-	-
Solapur S	-	-	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Mar	423.70	423.70	415.10	416.60	-7.40
14-May	432.10	432.10	424.30	425.90	-6.40
14-Aug	439.00	439.10	432.50	434.00	-5.20

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	380	260	2190	-370
Mar-13	1680	-1580	8690	110
Jul-13	1300	-250	3180	30

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	15.49	15.49	15.13	15.23	-0.26
14-May	15.67	15.67	15.32	15.42	-0.24
14-July	15.88	15.88	15.60	15.68	-0.20

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
		16-Jan-2014	15-Jan-2014	
Sugar	Delhi - Grade M	2940	2910	30
	Delhi - Grade S	2840	2850	-10
	Delhi - Grade L	2990	3010	-20
	UP- Khatauli Grade M	2980	2980	Unch
	UP- Ramala Grade M	2910	2910	Unch
	UP- Dhampur Grade M Ex-Mill	2970	2950	20
	UP- Dhampur Grade S Ex-Mill	2950	2930	20
	UP- Dhampur Grade L Ex-Mill	3020	3000	20
	Mumbai –Grade M	3036	3072	-36
	Mumbai –Grade S	2832	2852	-20
	Kolhapur – Grade M	2850	2850	Unch
	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	3100	3100	Unch
	Chennai - Grade S	-	-	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	-	-	-

Gur Spot Prices (Rs/Qtl)

		16-Jan-2014	15-Jan-2014	Change
Muzaffar Nagar	Chaku	2425	2450	-25
	Arrivals	4000	2500	1500
	Khurpa	2400	2313	87
	Laddu	2563	2563	Unch
	Rascut	2250	2225	25

Seyana	Chaurasa	2310	2250	60
Hapur	Balti	2200	2200	Unch
Maharashtra	Lal Variety	2550	-	-
Bangalore	Achhu	-	-	-
	Mudde	3400	-	-
Belgaum	Mudde	2900	-	-
Belthangadi	Yellow (Average)	3100	-	-
Bijapur	Achhu	2650	-	-
Gulbarga	Other (Average)	-	-	-
Mahalingapura	Penti (Average)	2450	-	-
Mandya	Achhu (Medium)	2650	-	-
	Kurikatu (Medium)	2400	-	-
	Other (Medium)	2300	-	-
	Yellow (Medium)	2600	-	-
Shimoga	Achhu (Average)	3100	-	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	16-Jan-2014	15-Jan-2014	Change
Dorala	M-30	2910	2910	Unch
Mawana	M-30	2905	2905	Unch
Khatauli	2995	2985	2985	Unch
Modinagar	M-30	2890	2890	Unch
Malakpur	M-30	2860	2860	Unch
Simbholi	M-30	2995	2995	Unch
Asamoli	M-30	2990	2990	Unch
Dhanora	M-30	2865	2865	Unch
Dhampur	M-30	2840	2840	Unch
Kinnoni	M-31	3030	3030	Unch
Budhana	M-31	2890	2890	Unch
Thanabhavan	M-31	2880	2880	Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	16-Jan-2014	15-Jan-2014	Change
Ramala	M-30	2800	2800	Unch
Baghpat	M-30	2810	2810	Unch
Gajraula	M-30	2790	2790	Unch
BulandShahar	M-30	2845	2845	Unch
Anupshahar	M-30	2780	2780	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	16-Jan-2014	15-Jan-2014	Change
Morna	M-30	2800	2800	Unch
Nanotha	M-30	2800	2800	Unch
Nazibabad	M-30	2790	2790	Unch

Sakoti	M-30	2830	2830	Unch
Amroha	M-30	-	-	-
Chandpur	M-31	2832	2832	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	15-Jan-14
NATURAL	OLD S.PP	2568
	NEW S.PP	2618
VITTHALWADI	S.PP	2620
	S.JB	2651
SANGAMNER	S.PP	2645.00-2650.00
ANURAJ	S.PP	2780
	M.PP	2880
CHOPDA	S.PP	2680
	S.JB	2730
BHIMA SHANKAR	S.PP	2705
KUSUMNAGAR	S.PP	2635
DONGARKHEDA	S.PP	2647
KRANTI	S1.PP	2680
	M.PP	2830
VRIDESHWAR	S.PP	2631
	S1.PP	2751
KUKADI	S.PP	2625
	M.PP	2796
RENA	S.PP	2648
	M.PP	2798
LOKNETE	S.PP	2610
	S.JK	2613
VIGHNAHAR	S.PP	2665
	M.PP	2830
SHRIGONDA	S.PP	2620
VENKATESH	S.PP	2710
SHRIGONDA	S.PP	2620
SHARAD	S1.PP	2625
JAWAHAR	S2.PP	2600.00 OPEN
	M2.PP-M1.PP	2640.00-2715.00
KUMBHI	S1.PP	2673.00 OPEN
	S2.PP	2663.00 OPEN
WARANA	S1.PP-S2.PP	2688.00-2678.00
	M.PP	2848.00 OPEN
SIDDHESHWAR	S.PP	2673
	M.PP	2723
SIDDHESHWAR	S.PP	2673
	M.PP	2723
JAI MAHESH	S.PP	2650

	M1.PP	2850
UGAR	S.PP	2603
	M.PP	2675
NSL	S1.PP	2620
	M1.PP	2720
NIRANI	S.JB	2650
	M.PP	2740
KOLPEWADI	S.JK	2646
	S.JB	2672
SANJIVANI	S.JB	2661

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