

## Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key sugar spot markets on Monday. Increasing sugar production curbs any possibility of hike in sugar prices. In addition to it, weak International sugar prices decrease the overall sugar export parity which also becomes the major reason for decline in prices.
- Haryana sugar mills have produced 9 lac quintals of sugar after crushing 114.55 lac quintals of sugarcane till date.
- India's sugar production falls by 21% to 85.5 lac tons in the first 3.5 months of 2013-14 season starting from Oct. 2013 till 15<sup>th</sup> January due to delay in starting of cane crushing operations by millers. Millers have produced 108 lac tons of sugar at same period last year.
- 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.
- 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%.
- 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.
- Reportedly, Daily on an average 5000 tons of sugar (mainly raws) exported from Indian ports.
- Gur prices steady to slightly firm today in key benchmark market. 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	-2.00	2834.00	2835.00	2819.00	2820.00
Feb-14	-17.00	2755.00	2758.00	2741.00	2741.00
Mar-14	-11.00	2760.00	2760.00	2747.00	2750.00

Contract	Volume	Change	OI	Change
Jan-14	3880	3720	8090	-350
Feb-14	1190	-110	18280	180
Mar-14	1640	960	19430	530

Spread	Jan-14	Feb-14	Mar-14
Basis	26		
Jan-14		-67	-59
Feb-14			8

Stocks	Demat 18.1.14	In-Process 18.1.14	Total 18.1.14	FED 14.1.14
Kolhapur M	4727	1249	5976	-
Solapur M	401	0	401	-

### LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Mar	418.70	419.10	409.40	412.30	-6.20
14-May	429.20	429.20	422.10	423.80	-5.60
14-Aug	437.40	437.40	431.70	433.10	-4.00

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-13	8.50	1035.00	1038.00	1034.00	1038.00
Mar-13	-0.50	1012.00	1017.50	1011.00	1014.00
Jul-13	-1.00	1134.00	1137.50	1133.00	1134.00

Contract	Volume	Change	OI	Change
Jan-13	770	70	470	-760
Mar-13	2310	470	8540	-290
Jul-13	740	-630	2940	-70

Spread	Jan-14	Mar-14	July-14
Basis	-5.5		
Jan-13		-8.5	117
Feb-13			125.5

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	15.50	15.51	15.15	15.22	-0.23
14-May	15.67	15.67	15.33	15.40	-0.22
14-July	15.89	15.91	15.60	15.67	-0.19

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

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	332.5	-
Raw Sugar C&F (\$/MT)	Black Sea	370.5	-
Sugar White FOB (\$/MT)	Santos Port	429	-

## 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
		20-Jan-2014	19-Jan-2014	
Sugar	Delhi - Grade M	2915	2922	-7
	Delhi - Grade S	2825	2850	-25
	Delhi - Grade L	2980	3020	-40
	UP- Khatauli Grade M	3000	3100	-100
	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	3012	3036	-24
	Mumbai –Grade S	2826	2832	-6
	Kolhapur – Grade M	2850	2825	25
	Kolhapur – Grade S	2675	2675	Unch
	Guhawati – Grade S	2979	2979	Unch
	Shillong – Grade S	2995	2995	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	3090	3070	20
	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)

		20-Jan-2014	19-Jan-2014	Change
Muzaffar Nagar	Chaku	2450	-	-
	Arrivals	1000	-	-

	Khurpa	2400	-	-
	Laddu	2675	-	-
	Rascut	2250	-	-
<b>Seyana</b>	Chaurasa	2375	2315	<b>60</b>
<b>Hapur</b>	Balti	2200	2200	<b>Unch</b>
<b>Maharashtra</b>	Lal Variety	2600	2600	<b>Unch</b>
<b>Bangalore</b>	Achhu	3400	-	-
	Mudde	-	3400	-
<b>Belgaum</b>	Mudde	-	2700	-
<b>Belthangadi</b>	Yellow (Average)	-	3150	-
<b>Bijapur</b>	Achhu	2600	2680	<b>-80</b>
<b>Gulbarga</b>	Other (Average)	2850	2900	<b>-50</b>
<b>Mahalingapura</b>	Penti (Average)	-	-	-
<b>Mandya</b>	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
<b>Shimoga</b>	Achhu (Average)	3100	3100	<b>Unch</b>

## UP Private Mills Tender Rates

Centre	Origin/Grade	20-Jan-2014	19-Jan-2014	Change
Dorala	M-30	2910	2910	<b>Unch</b>
Mawana	M-30	2905	2905	<b>Unch</b>
Khatauli	2995	3025	3025	<b>Unch</b>
Modinagar	M-30	2895	2895	<b>Unch</b>
Malakpur	M-30	2865	2865	<b>Unch</b>
Simbholi	M-30	3045	3045	<b>Unch</b>
Asamoli	M-30	3025	3025	<b>Unch</b>
Dhanora	M-30	2880	2880	<b>Unch</b>
Dhampur	M-30	2870	2870	<b>Unch</b>
Kinnoni	M-31	3080	3080	<b>Unch</b>
Budhana	M-31	2915	2915	<b>Unch</b>
Thanabhavan	M-31	2905	2905	<b>Unch</b>

## UP Cooperative Mills Tender Rates

Centre	Origin/Grade	20-Jan-2014	19-Jan-2014	Change
Ramala	M-30	2810	2810	<b>Unch</b>
Baghpat	M-30	2820	2820	<b>Unch</b>
Gajraula	M-30	2800	2800	<b>Unch</b>
BulandShahar	M-30	2855	2855	<b>Unch</b>
Anupshahar	M-30	2780	2780	<b>Unch</b>

## UP Government Mills Tender Rates

Centre	Origin/Grade	20-Jan-2014	19-Jan-2014	Change
Morna	M-30	2810	2810	Unch
Nanotha	M-30	2810	2810	Unch
Nazibabad	M-30	2800	2800	Unch
Sakoti	M-30	2860	2860	Unch
Amroha	M-30	-	-	-
Chandpur	M-31	2845	2845	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	16-Jan-14
AMBALIKA	S.PP	2640
	M.P	2770
MADHA	M.PP	2760
PRASAD	S.PP-S1.PP	2615.00-2680.00
	M.PP	2790
MANJARA	S1.PP	2710
	M.PP	2785
MARLI	S.PP	2685
	M.PP	2835
SHREEPUR	S1.PP	2698
	M.PP	2798
GHODGANGA	S.PP	2623
ASHOK NAGAR	S.PP	2645
	M.PP	2865
SHIV SAGAR	S2.PP-S1.PP	2600.00-2620.00
	NEW S1.PP	2680

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