

Sugar & Gur Domestic & International Fundamentals

- Steady to slightly weak sentiments recorded in key sugar spot markets on Friday.
- Maharashtra sugar mills have produced 33.25 lac tons of sugar after crushing 350.21 lac tons of cane with an average recovery of 10.57% till date. Mills have produced 39.8 lac tons of sugar last year at same period after crushing 373.32 lac tons of cane with an average recovery of 10.67%..
- 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 15th 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 31st 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 raw) exported from Indian ports.
- Monotonous trade has been reported in Gur market today due to adverse weather.

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 |
|----------|--------|---------|---------|---------|---------|
| Feb-14 | -22.00 | 2709.00 | 2714.00 | 2688.00 | 2690.00 |
| Mar-14 | -22.00 | 2726.00 | 2726.00 | 2704.00 | 2704.00 |
| Apr-14 | -26.00 | 2743.00 | 2743.00 | 2719.00 | 2719.00 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| Feb-14 | 4,680 | 1,480 | 16470 | 380 |
| Mar-14 | 2,330 | 1,030 | 21130 | 180 |
| Apr-14 | 1,820 | -7,420 | 25180 | 260 |

| Spread | Feb-14 | Mar-14 | Apr-14 |
|--------|--------|--------|--------|
| Basis | 97 | | |
| Feb-14 | | 10 | 37 |
| Mar-14 | | | 27 |

| Stocks | Demat 23.1.14 | In-Process 23.1.14 | Total 23.1.14 | FED 20.1.14 |
|------------|------------------|-----------------------|------------------|----------------|
| Kolhapur M | 5217 | 1449 | 6666 | 4727 |
| Solapur M | 401 | 0 | 401 | 401 |

LIFFE Sugar Futures (In US\$/MT)

| Contract | Open | High | Low | Close | +/- |
|----------|--------|--------|--------|--------|-------|
| 14-Mar | 404.50 | 407.60 | 403.60 | 405.30 | +0.80 |
| 14-May | 416.90 | 419.90 | 415.90 | 417.50 | +0.30 |
| 14-Aug | 427.60 | 431.20 | 427.20 | 428.40 | +0.10 |

NCDEX Gur Future Quotes:

| Contract | +/- | Open | High | Low | Close |
|----------|-------|---------|---------|---------|---------|
| Mar-13 | -1.50 | 1014.50 | 1016.00 | 1003.00 | 1015.00 |
| Jul-13 | -5.50 | 1126.50 | 1126.50 | 1117.50 | 1122.50 |
| Sept-13 | -6.50 | 1144.50 | 1151.50 | 1122.00 | 1150.00 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|------|--------|
| Mar-13 | 2,360 | 500 | 8540 | -190 |
| Jul-13 | 3,030 | 1,030 | 3600 | 290 |
| Sept-13 | 230 | -90 | 230 | -20 |

| Spread | Mar-14 | July-14 | Sept-14 |
|--------|--------|---------|---------|
| Basis | - | - | - |
| Feb-14 | - | - | - |
| Mar-14 | - | - | - |

| Gur Stock Position | Chaku | Raskut | Papdi | Total |
|--------------------|-------|--------|-------|-------|
| 2014 | - | - | | |
| 2013 | 30000 | 20500 | 28000 | 67000 |

ICE Sugar Futures (In Cents/Pound)

| Contract | Open | High | Low | Close | +/- |
|----------|-------|-------|-------|-------|-------|
| 14-Mar | 15.04 | 15.21 | 15.00 | 15.04 | +0.01 |
| 14-May | 15.27 | 15.42 | 15.23 | 15.26 | +0.01 |
| 14-July | 15.57 | 15.72 | 15.54 | 15.58 | Unch |

Brazil Sugar Quotes (Kingsman US\$/MT)

| Commodity | Place | Price | Change |
|-------------------------|-------------|--------|--------|
| Raw Sugar FOB (\$/MT) | Santos Port | 328 | - |
| Raw Sugar C&F (\$/MT) | Black Sea | 366 | - |
| Sugar White FOB (\$/MT) | Santos Port | 429.75 | - |

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 |
|-----------|---|-----------------|-------------|--------|
| | | 24-Jan-2014 | 23-Jan-2014 | |
| Sugar | Delhi - Grade M | 2980 | 2980 | Unch |
| | Delhi - Grade S | 2900 | 2900 | Unch |
| | Delhi - Grade L | - | - | - |
| | UP- Khatauli Grade M | 3080 | 3100 | -20 |
| | UP- Ramala Grade M | 2910 | 2910 | Unch |
| | UP- Dhampur Grade M Ex-Mill | 2930 | 2945 | -15 |
| | UP- Dhampur Grade S Ex-Mill | 2910 | 2925 | -15 |
| | UP- Dhampur Grade L Ex-Mill | 2980 | 2995 | -15 |
| | Mumbai –Grade M | 2982 | 2982 | Unch |
| | Mumbai –Grade S | 2788 | 2786 | 2 |
| | Kolhapur – Grade M | 2800 | 2825 | -25 |
| | Kolhapur – Grade S | 2650 | 2650 | Unch |
| | Guhawati – Grade S | 2954 | 2954 | Unch |
| | Shillong – Grade S | 2970 | 2970 | Unch |
| | Vijayawada – Grade M | 3280 | 3280 | Unch |
| | Vijayawada- Grade S | 3180 | 3180 | Unch |
| | Nagpur – Grade M | 3100 | 3100 | Unch |
| | Nagpur – Grade S | 2900 | 2900 | Unch |
| | Kolkata – Grade M | 3100 | 2990 | 110 |
| | Chennai - Grade S | 2790 | 2800 | -10 |
| | Ambikapur (Chattisgarh)- Grade M (Without Duty) | 3100 | 3100 | Unch |
| | Ambikapur (Chattisgarh)- Grade S (Without Duty) | - | - | - |

Gur Spot Prices (Rs/Qtl)

| | | 24-Jan-2014 | 23-Jan-2014 | Change |
|----------------|----------|-------------|-------------|--------|
| Muzaffar Nagar | Chaku | - | 2600 | - |
| | Arrivals | - | 600 | - |
| | Khurpa | - | 2425 | - |

| | | | | |
|----------------------|-------------------|------|------|------|
| | Laddu | - | 2750 | - |
| | Rascut | - | - | - |
| Seyana | Chaurasa | - | - | - |
| Hapur | Balti | - | - | - |
| Maharashtra | Lal Variety | 2600 | 2600 | Unch |
| Bangalore | Achhu | - | - | - |
| | Mudde | 3400 | 3400 | Unch |
| Belgaum | Mudde | 2600 | 2600 | Unch |
| Belthangadi | Yellow (Average) | - | - | - |
| Bijapur | Achhu | 2400 | 2300 | 100 |
| Gulbarga | Other (Average) | 2725 | 2800 | -75 |
| Mahalingapura | Penti (Average) | 2550 | 2710 | -160 |
| Mandya | Achhu (Medium) | 2600 | 2600 | Unch |
| | Kurikatu (Medium) | 2300 | 2350 | -50 |
| | Other (Medium) | 2350 | 2400 | -50 |
| | Yellow (Medium) | 2600 | 2600 | Unch |
| Shimoga | Achhu (Average) | 3100 | 3100 | Unch |

UP Private Mills Tender Rates

| Centre | Origin/Grade | 24-Jan-2014 | 23-Jan-2014 | Change |
|-------------|--------------|-------------|-------------|--------|
| Dorala | M-30 | 2865 | 2865 | Unch |
| Mawana | M-30 | 2870 | 2870 | Unch |
| Khatauli | 2995 | 3025 | 3025 | Unch |
| Modinagar | M-30 | 2855 | 2855 | Unch |
| Malakpur | M-30 | 2835 | 2835 | Unch |
| Simbholi | M-30 | 3045 | 3045 | Unch |
| Asamoli | M-30 | 3020 | 3020 | Unch |
| Dhanora | M-30 | 2850 | 2850 | Unch |
| Dhampur | M-30 | 2845 | 2850 | -5 |
| Kinnoni | M-31 | 3060 | 3060 | Unch |
| Budhana | M-31 | 2865 | 2880 | -15 |
| Thanabhavan | M-31 | 2860 | 2875 | -15 |

UP Cooperative Mills Tender Rates

| Centre | Origin/Grade | 24-Jan-2014 | 23-Jan-2014 | Change |
|--------------|--------------|-------------|-------------|--------|
| Ramala | M-30 | 2800 | 2800 | Unch |
| Baghpat | M-30 | 2810 | 2810 | Unch |
| Gajraula | M-30 | 2790 | 2790 | Unch |
| BulandShahar | M-30 | 2830 | 2835 | -5 |
| Anupshahar | M-30 | 2770 | 2770 | Unch |

UP Government Mills Tender Rates

| Centre | Origin/Grade | 24-Jan- | 23-Jan- | Chang |
|--------|--------------|---------|---------|-------|
|--------|--------------|---------|---------|-------|

| | | 2014 | 2014 | e |
|-----------|------|------|------|------|
| 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 | 2820 | 2820 | Unch |

| Maharashtra Cooperative Mills Tender Prices | | |
|---|--------------|-----------------|
| Centre | Origin/Grade | 23-Jan-14 |
| CHANDRABHAGA | S1.PP | 2530 |
| DWARAKADHISH | S.PP | 2605 |
| | S1.PP | 2675 |
| PRASAD | M.PP | 2700 |
| BHOGAWATI | S1.PP | 2623 |
| | M.PP | 2748.00 OPEN |
| BHIMA TAKLI | S.PP | 2553 |
| | M.PP | 2651 |
| MANJARA | S1.PP | 2616.00-2623.00 |
| AMBALIKA | NEW S.PP | 2580 |
| AKLUJ | S.PP | 2531 |
| | S.JK | 2541 |
| SHREEPUR | S.PP | 2608 |
| | S1.PP | 2658 |
| AGASTI | S1.PP | 2680 |
| MULA | S.PP | 2565 |
| | S.JK | 2711 |
| PRASAD | S1.PP | 2605 |
| | M.PP | 2750 |
| OLAM | S.PP | 2780 |
| | M.PP | 2825 |
| SHARAD | S1.PP | 2598 |
| | S2.PP | 2588 |
| SOMESHWAR | S.PP | 2548 |
| | NEW S.PP | 2638 |
| GHODGANGA | S.PP | 2538 |
| | S.JK | 2548 |
| NSL | S/30 | 2600 |
| | M/30 | 2640 |
| PRABHU | S2.PP-S1.JB | 2660.00-2700.00 |
| | M/30 | 2830 |
| GEMS | S2.PP | 2598 |
| | S.JK | 2573 |
| JAMKHANDI | S.PP | 2618 |
| NIRANI | S1.PP-S.JB | 2640.00-2670.00 |
| | M.PP | 2740 |



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