

Sugar & Gur Domestic & International Fundamentals

- Weak sentiments recorded in key sugar spot markets on Wednesday.
- Ministry for 2014-15 marketing season starting next October Reedy Fair & Remunerative Price (FRP) fixed at Rs 10 to Rs 220 per quintal is proposed.
- 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.
- Mixed trade has been reported in Gur market today.

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	-9.00	2666.00	2669.00	2655.00	2660.00
Mar-14	-23.00	2677.00	2687.00	2665.00	2665.00
Apr-14	-19.00	2711.00	2713.00	2697.00	2700.00

Contract	Volume	Change	OI	Change
Feb-14	1,900	-360	15840	-230
Mar-14	2,990	760	21910	1,050
Apr-14	1,080	260	24940	110

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

Stocks	Demat 28.1.14	In-Process 28.1.14	Total 28.1.14	FED 27.1.14
Kolhapur M	1209	849	2058	5167
Solapur M	401	0	401	401

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Mar	400.00	409.00	399.10	408.50	6.00
14-May	410.50	418.00	409.60	417.40	4.60
14-Aug	420.80	428.00	420.10	427.60	4.20

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Mar-13	0.50	1016.00	1018.00	1013.50	1017.00
Jul-13	-0.50	1115.00	1118.50	1113.50	1117.00
Sept-13	5.00	1143.00	1145.00	1137.50	1145.00

Contract	Volume	Change	OI	Change
Mar-13	880	-680	8290	30
Jul-13	660	-1,630	4600	10
Sept-13	350	-190	300	80

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	14.75	15.10	14.70	15.02	0.22
14-May	15.00	15.29	14.92	15.23	0.20
14-July	15.34	15.60	15.24	15.55	0.18

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
		29-Jan-2014	28-Jan-2014	
Sugar	Delhi - Grade M	2955	2900	55
	Delhi - Grade S	2850	2900	-50
	Delhi - Grade L	3000	3015	-15
	UP- Khatauli Grade M	2940	2940	Unch
	UP- Ramala Grade M	2900	2910	-10
	UP- Dhampur Grade M Ex-Mill	2890	2900	-10
	UP- Dhampur Grade S Ex-Mill	2870	2880	-10
	UP- Dhampur Grade L Ex-Mill	2940	2950	-10
	Mumbai –Grade M	2902	2902	Unch
	Mumbai –Grade S	2756	2756	Unch
	Kolhapur – Grade M	2800	2800	Unch
	Kolhapur – Grade S	2625	2625	Unch
	Guhawati – Grade S	2928	2928	Unch
	Shillong – Grade S	2945	2945	Unch
	Vijayawada – Grade M	3250	3250	Unch
	Vijayawada- Grade S	3150	3150	Unch
	Nagpur – Grade M	3000	3000	Unch
	Nagpur – Grade S	2750	2750	Unch
	Kolkata – Grade M	3040	3060	-20
	Chennai - Grade S	2800	2800	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	2980	2980	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	2980	2980	Unch

Gur Spot Prices (Rs/Qtl)

		29-Jan-2014	28-Jan-2014	Change
Muzaffar Nagar	Chaku	2813	2825	-12
	Arrivals	2500	1500	1000
	Khurpa	2500	2450	50

	Laddu	2650	2663	-13
	Rascut	2225	2250	-25
Seyana	Chaurasa	2550	2525	25
Hapur	Balti	2338	-	-
Maharashtra	Lal Variety	2650	2650	Unch
Bangalore	Achhu	-	-	-
	Mudde	2900	2900	Unch
Belgaum	Mudde	2600	-	-
Belthangadi	Yellow (Average)	3000	3000	Unch
Bijapur	Achhu	-	2500	-
Gulbarga	Other (Average)	2650	2825	-175
Mahalingapura	Penti (Average)	2550	2500	50
Mandya	Achhu (Medium)	2500	2500	Unch
	Kurikatu (Medium)	2300	2300	Unch
	Other (Medium)	2300	2300	Unch
	Yellow (Medium)	2500	2500	Unch
Shimoga	Achhu (Average)	3300	3100	200

UP Private Mills Tender Rates

Centre	Origin/Grade	29-Jan-2014	28-Jan-2014	Change
Dorala	M-30	2820	2840	-20
Mawana	M-30	2840	2850	-10
Khatauli	2995	3020	3025	-5
Modinagar	M-30	2815	2825	-10
Malakpur	M-30	2790	2800	-10
Simbholi	M-30	3005	3035	-30
Asamoli	M-30	3000	3025	-25
Dhanora	M-30	2830	2835	-5
Dhampur	M-30	2810	2820	-10
Kinnoni	M-31	3030	3040	-10
Budhana	M-31	2825	2845	-20
Thanabhavan	M-31	2820	2840	-20

UP Cooperative Mills Tender Rates

Centre	Origin/Grade	29-Jan-2014	28-Jan-2014	Change
Ramala	M-30	2790	2800	-10
Baghpat	M-30	2800	2810	-10
Gajraula	M-30	2780	2790	-10
BulandShahar	M-30	2810	2815	-5
Anupshahar	M-30	2760	2770	-10

UP Government Mills Tender Rates

Centre	Origin/Grade	29-Jan-	28-Jan-	Chang
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		2014	2014	e
Morna	M-30	2790	2800	-10
Nanotha	M-30	2810	2800	10
Nazibabad	M-30	2810	2790	20
Sakoti	M-30	2820	2820	Unch
Amroha	M-30	-	-	-
Chandpur	M-31	2800	2805	-5

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	28-Jan-14
NIRA BHIMA	S.PP	2563
	M.PP	2673
KILLARI	S.PP	2500
MURUM	S.PP	2510
SMRIDHI	S.PP	2550
MALEGAON	S.PP	2530
	S.JK	2540
DAUND	S1.PP	2585
	M.PP	2685
KOLPEWADI	S.PP-S.JB	2545.00-2581.00
	M.PP	2822
BHENDA	S.PP	2541
	M.PP	2721
MULA	S.PP	2565
	M.PP	2787
SHRIGONDA	S.PP	2550
BHAWANI	S.PP	2488
	M.PP	2688
MALINAGAR	S.PP	2513
	S1.PP	2533
JAI MAHESH	S.PP	2610
	M.PP	2650
OLAM	S1.PP	2780
	M.PP	2820
SANJIVANI	S.PP	2575
ASHOK	S.PP	2558
	M.PP	2765
BHOGAWATI	S.PP	2558
	M.PP	2765

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