

## Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key sugar spot markets on Tuesday.
- Sugarcane arrears across India have climbed to around Rs 10,000 crore due to depressed sugar prices, which have fallen by almost Rs 6-8 a kilo compared with 14-15 months ago. The mills are, therefore, unable to pay the cane price of the farmers on time. It is feared that as the season progresses, the cane price arrears is only expected to go up further as per ISMA.
- The Cabinet Committee on Economic Affairs (CCEA) is expected to consider on 4 February a proposal to give a cash subsidy of Rs 2,000 per tonne for raw sugar exports.
- 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.
- 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.
- 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 raw) exported from Indian ports.
- Steady to weak 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	2.00	2660.00	2670.00	2652.00	2666.00
Mar-14	22.00	2657.00	2702.00	2657.00	2699.00
Apr-14	24.00	2715.00	2740.00	2709.00	2739.00

Contract	Volume	Change	OI	Change
Feb-14	3,470	-110	14910	110
Mar-14	3,410	800	22640	110
Apr-14	2,910	1,620	26880	600

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

Stocks	Demat 03.2.14	In-Process 03.2.14	Total 03.2.14	FED 03.2.14
Kolhapur M	1129	849	1978	1129
Solapur M	401	999	1400	401
Kolhapur S	3468	849	3718	3468
Solapur S	699	999	1698	699

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

Contract	Open	High	Low	Close	+/-
14-Mar	423.20	427.90	422.50	426.70	+2.70
14-May	429.00	433.40	428.50	433.10	+3.20
14-Aug	438.40	443.20	437.60	442.50	+3.30

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Mar-13	16.00	1024.00	1043.00	1023.00	1039.00
Jul-13	13.00	1128.50	1141.00	1124.00	1138.50
Sept-13	9.00	1159.00	1178.50	1158.50	1164.50

Contract	Volume	Change	OI	Change
Mar-13	8,860	7,050	6690	-240
Jul-13	5,330	3,640	5110	350
Sept-13	200	-250	530	-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	15.54	15.77	15.47	15.74	+0.19
14-May	15.72	15.96	15.66	15.94	+0.18
14-July	16.09	16.23	15.95	16.21	+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
		4-Feb-2014	3-Feb-2014	
Sugar	Delhi - Grade M	2930	2820	110
	Delhi - Grade S	2810	2800	10
	Delhi - Grade L	3000	2990	10
	UP- Khatauli Grade M	-	2940	-
	UP- Ramala Grade M	2870	2880	-10
	UP- Dhampur Grade M Ex-Mill	2900	2900	Unch
	UP- Dhampur Grade S Ex-Mill	2880	2880	Unch
	UP- Dhampur Grade L Ex-Mill	2950	2950	Unch
	Mumbai –Grade M	2918	2910	8
	Mumbai –Grade S	2740	2733	7
	Kolhapur – Grade M	2750	2800	-50
	Kolhapur – Grade S	2600	2650	-50
	Guhawati – Grade S	2903	2954	-51
	Shillong – Grade S	2920	2970	-50
	Vijayawada – Grade M	3220	3230	-10
	Vijayawada- Grade S	3120	3130	-10
	Nagpur – Grade M	3000	3000	Unch
	Nagpur – Grade S	2750	2750	Unch
	Kolkata – Grade M	3110	3000	110
	Chennai - Grade S	2800	2800	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	2980	2980	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	2980	2980	Unch

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Gur Spot Prices (Rs/Qtl)				
		4-Feb-2014	3-Feb-2014	Change
Muzaffar Nagar	Chaku	2800	2825	-25
	Arrivals	5000	5000	Unch
	Khurpa	2375	2538	-163
	Laddu	2600	2625	-25
	Rascut	-	2250	-

<b>Seyana</b>	Chaurasa	2400	2625	<b>-225</b>
<b>Hapur</b>	Balti	2325	2313	<b>12</b>
<b>Maharashtra</b>	Lal Variety	2650	2650	<b>Unch</b>
<b>Bangalore</b>	Achhu	-	-	<b>-</b>
	Mudde	3000	2900	<b>100</b>
<b>Belgaum</b>	Mudde	-	2700	<b>-</b>
<b>Belthangadi</b>	Yellow (Average)	3000	3000	<b>Unch</b>
<b>Bijapur</b>	Achhu	2100	2500	<b>-400</b>
<b>Gulbarga</b>	Other (Average)	2550	2600	<b>-50</b>
<b>Mahalingapura</b>	Penti (Average)	2550	2610	<b>-60</b>
<b>Mandya</b>	Achhu (Medium)	2450	2500	<b>-50</b>
	Kurikatu (Medium)	2300	2300	<b>Unch</b>
	Other (Medium)	2300	2300	<b>Unch</b>
	Yellow (Medium)	2450	2500	<b>-50</b>
<b>Shimoga</b>	Achhu (Average)	3100	3100	<b>Unch</b>

## UP Private Mills Tender Rates

Centre	Origin/Grade	4-Feb-2014	3-Feb-2014	Change
Dorala	M-30	2825	2825	<b>Unch</b>
Mawana	M-30	2835	2835	<b>Unch</b>
Khatauli	2995	2990	2990	<b>Unch</b>
Modinagar	M-30	2810	2810	<b>Unch</b>
Malakpur	M-30	2785	2785	<b>Unch</b>
Simbholi	M-30	2990	2990	<b>Unch</b>
Asamoli	M-30	3000	3000	<b>Unch</b>
Dhanora	M-30	2815	2815	<b>Unch</b>
Dhampur	M-30	2780	2780	<b>Unch</b>
Kinnoni	M-31	3030	3030	<b>Unch</b>
Budhana	M-31	2825	2825	<b>Unch</b>
Thanabhavan	M-31	2820	2820	<b>Unch</b>

## UP Cooperative Mills Tender Rates

Centre	Origin/Grade	4-Feb-2014	3-Feb-2014	Change
Ramala	M-30	2780	2780	<b>Unch</b>
Baghpat	M-30	2790	2790	<b>Unch</b>
Gajraula	M-30	2710	2710	<b>Unch</b>
BulandShahar	M-30	2795	2795	<b>Unch</b>
Anupshahar	M-30	2740	2740	<b>Unch</b>

## UP Government Mills Tender Rates

Centre	Origin/Grade	4-Feb-2014	3-Feb-2014	Change
Morna	M-30	2790	2790	<b>Unch</b>
Nanotha	M-30	2780	2780	<b>Unch</b>
Nazibabad	M-30	2770	2770	<b>Unch</b>



Sakoti	M-30	2800	2800	Unch
Amroha	M-30	-	-	-
Chandpur	M-31	2775	2775	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	3-Feb-14
WARANA	S1.PP-S2.PP	2520.00-2510.00
	M.PP	2698.00 OPEN
BIDRI	S1.PP	2523
	M.PP	2623
MATPALLI	S.PP	2568
	S.JB	2598
MEDAK	S.PP	2568
RENUKA AGJALPUR	S.PP	2525
	M.PP	2600
UGAR	S.PP	2550
	M.PP	2620
AMBALIKA	S.PP	2540
	M.PP	2660
SHREEPUR	S.PP-S1.PP	2550.00-2600.00
	M.PP	2665
PRAWARA	S1.PP	2615
	M.PP	2730
MAKAI	S.PP	2525
	S1.PP	2538
SHRIGONDA	S.PP	2520
	M.PP	2675
MANJARA	S1.PP	2611
	M/30	2713
MADHA	S.PP	2506.00-2508.00
AKLUJ	S.PPS-S.JK	2492.00-2502.00
	S1.JK	2527

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