

## Sugar & Gur Domestic & International Fundamentals

- Cash sugar markets traded mixed amid sluggish trading activities on Wednesday.
- 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 6 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 is likely to trade weak in clueless market ..

### 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 04.2.14	In-Process 04.2.14	Total 04.2.14	FED 03.2.14
Kolhapur M	1119	1089	2208	1129
Solapur M	401	0	401	401
Kolhapur S	3268	1089	4357	3468
Solapur S	2148	0	2148	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
		5-Feb-2014	4-Feb-2014	
Sugar	Delhi - Grade M	2930	2930	Unch
	Delhi - Grade S	2820	2810	10
	Delhi - Grade L	2980	3000	-20
	UP- Khatauli Grade M	2920	-	-
	UP- Ramala Grade M	2870	2870	Unch
	UP- Dhampur Grade M Ex-Mill	2910	2900	10
	UP- Dhampur Grade S Ex-Mill	2890	2880	10
	UP- Dhampur Grade L Ex-Mill	2960	2950	10
	Mumbai –Grade M	2912	2918	-6
	Mumbai –Grade S	2746	2740	6
	Kolhapur – Grade M	2750	2750	Unch
	Kolhapur – Grade S	2600	2600	Unch
	Guhawati – Grade S	2903	2903	Unch
	Shillong – Grade S	2920	2920	Unch
	Vijayawada – Grade M	3220	3220	Unch
	Vijayawada- Grade S	3120	3120	Unch
	Nagpur – Grade M	3000	3000	Unch
	Nagpur – Grade S	2750	2750	Unch
	Kolkata – Grade M	-	3110	-
	Chennai - Grade S	2800	2800	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3050	2980	70
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3050	2980	70

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Gur Spot Prices (Rs/Qtl)				
		5-Feb-2014	4-Feb-2014	Change
Muzaffar Nagar	Chaku	2863	2800	63
	Arrivals	4000	5000	-1000
	Khurpa	2475	2375	100
	Laddu	2650	2600	50
	Rascut	2225	-	-

<b>Seyana</b>	Chaurasa	2350	2400	<b>-50</b>
<b>Hapur</b>	Balti	2300	2325	<b>-25</b>
<b>Maharashtra</b>	Lal Variety	2650	2650	<b>Unch</b>
<b>Bangalore</b>	Achhu	-	-	<b>-</b>
	Mudde	3100	3000	<b>100</b>
<b>Belgaum</b>	Mudde	2600	2700	<b>-100</b>
<b>Belthangadi</b>	Yellow (Average)	3000	3000	<b>Unch</b>
<b>Bijapur</b>	Achhu	-	2100	<b>-</b>
<b>Gulbarga</b>	Other (Average)	2650	2550	<b>100</b>
<b>Mahalingapura</b>	Penti (Average)	2650	2550	<b>100</b>
<b>Mandya</b>	Achhu (Medium)	2500	2450	<b>50</b>
	Kurikatu (Medium)	2300	2300	<b>Unch</b>
	Other (Medium)	2300	2300	<b>Unch</b>
	Yellow (Medium)	2500	2450	<b>50</b>
<b>Shimoga</b>	Achhu (Average)	3100	3100	<b>Unch</b>

## UP Private Mills Tender Rates

Centre	Origin/Grade	5-Feb-2014	4-Feb-2014	Change
Dorala	M-30	2850	2825	<b>25</b>
Mawana	M-30	2845	2835	<b>10</b>
Khatauli	2995	3015	2990	<b>25</b>
Modinagar	M-30	2830	2810	<b>20</b>
Malakpur	M-30	2790	2785	<b>5</b>
Simbholi	M-30	3015	2990	<b>25</b>
Asamoli	M-30	3020	3000	<b>20</b>
Dhanora	M-30	2820	2815	<b>5</b>
Dhampur	M-30	2810	2780	<b>30</b>
Kinnoni	M-31	3045	3030	<b>15</b>
Budhana	M-31	2835	2825	<b>10</b>
Thanabhavan	M-31	2830	2820	<b>10</b>

## UP Cooperative Mills Tender Rates

Centre	Origin/Grade	5-Feb-2014	4-Feb-2014	Change
Ramala	M-30	2790	2780	<b>10</b>
Baghpat	M-30	2800	2790	<b>10</b>
Gajraula	M-30	2780	2710	<b>70</b>
BulandShahar	M-30	2800	2795	<b>5</b>
Anupshahar	M-30	2750	2740	<b>10</b>

## UP Government Mills Tender Rates

Centre	Origin/Grade	5-Feb-2014	4-Feb-2014	Change
Morna	M-30	2790	2790	<b>Unch</b>
Nanotha	M-30	2790	2780	<b>10</b>
Nazibabad	M-30	2780	2770	<b>10</b>

Sakoti	M-30	2810	2800	10
Amroha	M-30	-	-	-
Chandpur	M-31	2780	2775	5

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	4-Feb-14
WARANA	S1.PP-S2.PP	2526
	M.PP	2638
BIDRI	S1.PP	2581
	M.PP	2781
MATPALLI	S.PP	2558.00-2560.00
	S.JB	2515
MEDAK	S.PP	2525
RENUKA AGJALPUR	S.PP	2553
	M.PP	2575
UGAR	S.PP	2675
	M.PP	2535
AMBALIKA	S.PP	2725
	M.PP	2555.00-2585.00
SHREEPUR	S.PP-S1.PP	2800
	M.PP	2598
PRAWARA	S1.PP	2773
	M.PP	2530.00-2570.00
MAKAI	S.PP	2670
	S1.PP	
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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