

Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key markets of sugar on Tuesday.
- According to ISMA, sugar output in Maharashtra has reached 4.98 million tonnes while in Uttar Pradesh it declined 18% to 3.57 million tonnes and by 4% to 2.7 million tonnes in Karnataka so far this year.
- Sudan was the top importers of Indian Sugar in the month of January followed by Iran and Dubai. On the other hand, highest average FOB quotes received from Jordan and Iran. Total sugar export in the month of Jan-14 is approx 2.94 lakh tonnes.
- According to industry body Indian Sugar Mills Association (ISMA), India has exported about 8.5 lakh tonnes of sugar including 4.5 lakh tonnes of raw sugar till January 31, 2014. Country has produced about 8 lakh tons of raw sugar till January 31, 2014 and expected to produce another 10 lakh tons of raw sugar in remaining months of current season.
- Indian closing sugar stocks are forecast to be 9.8 million tonnes at the end of September 2014, up from 9.3 million tonnes as of Oct. 1, 2013 as per by ISMA.
- Agriculture Minister Sharad Pawar on Wednesday managed to get Cabinet clearance to provide subsidy for export of four million tonnes of raw sugar, this will be a bigger benefit for sugar millers in Maharashtra and UP among other states and help them pay arrears to sugarcane farmers.
- Brazil's main center-south region's cumulative sugar output for the season stood at 34.28 million tonnes at the end of January, barely changed from a month earlier, as mills conducted maintenance for the new season.
- Brazil's Sugar production remains steady with last season's output of 34.08 million tonnes.
- Gur arrival is around 3000 bag on Tuesday.

Outlook: Improved buying interest at lower level, expectation of higher raw sugar export subsidy (around Rs 3500 per T) and drought like condition in Brazil basically helped market to recover at recent low. Market is likely to trade steady to slightly firm in the near term as sentiments in the market point towards more firmness.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Mar-14	-15.00	2792.00	2802.00	2771.00	2773.00
Apr-14	-3.00	2852.00	2860.00	2831.00	2842.00
May-14	9.00	2895.00	2908.00	2890.00	2900.00

Contract	Volume	Change	OI	Change
Mar-14	8,460	2,440	23230	3,500
Apr-14	7,800	2,710	29740	1,030
May-14	2,250	-290	17400	430

Spread	Feb-14	Mar-14	Apr-14
Basis	90		
Feb-14		23	71
Mar-14			48

Stocks	Demat 24.2.14	In-Process 24.2.14	Total 24.2.14	FED 24.2.14
Kolhapur M	899	1149	2048	899
Solapur M	401	0	401	401
Kolhapur S	4557	1149	5706	4557
Solapur S	3436	0	3436	3436

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-May	468.80	479.00	468.20	477.30	+11.40
14-Aug	474.00	483.10	472.80	482.00	+11.10

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Mar-14	8.00	1034.50	1044.00	1034.50	1043.00
Jul-14	20.50	1164.00	1184.50	1164.00	1184.50
Sep-14	17.50	1206.00	1227.00	1206.00	1221.00

Contract	Volume	Change	OI	Change
Mar-14	3,900	2,410	4010	-790
Jul-14	6,400	3,350	5300	630
Sep-14	1,690	1,390	1810	230

Spread	Mar-14	July-14	Sept-14
Basis	-4.5		
Feb-14		121.5	165.5
Mar-14			44

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	16.75	17.67	16.75	17.41	+0.69
14-May	17.12	17.70	17.10	17.68	+0.61

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	338.75	-
Raw Sugar C&F (\$/MT)	Black Sea	376.25	-
Sugar White FOB (\$/MT)	Santos Port	441.00	-

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
		25-Feb-2014	24-Feb-2014	
Sugar	Delhi - Grade M	3000	3000	Unch
	Delhi - Grade S	2950	2950	Unch
	Delhi - Grade L	3070	3070	Unch
	UP- Khatauli Grade M	NR	3000	-
	UP- Ramala Grade M	NR	2930	-
	UP- Dhampur Grade M Ex-Mill	NA	NA	-
	UP- Dhampur Grade S Ex-Mill	NA	NA	-
	UP- Dhampur Grade L Ex-Mill	NA	NA	-
	Mumbai –Grade M	2938	2938	Unch
	Mumbai –Grade S	2796	2792	4
	Kolhapur – Grade M	2800	2800	Unch
	Kolhapur – Grade S	2650	2650	Unch
	Guhawati – Grade S	2954	2954	Unch
	Shillong – Grade S	2970	2970	Unch
	Vijayawada – Grade M	3220	3220	Unch
	Vijayawada- Grade S	3120	3120	Unch
	Nagpur – Grade M	3100	3100	Unch
	Nagpur – Grade S	2800	2800	Unch
	Kolkata – Grade M	NA	NA	-
	Chennai - Grade S	2780	2780	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3050	3050	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3050	3050	Unch

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Gur Spot Prices (Rs/Qtl)				
		25-Feb-2014	24-Feb-2014	Change
Muzaffar Nagar	Chaku	2500	2450	50
	Arrivals	3000	13000	-10000
	Khurpa	2375	2400	-25

	Laddu	2500	2525	-25
	Rascut	2175	2150	25
Seyana	Chaurasa	2250	Closed	-
Hapur	Balti	2288	Closed	-
Maharashtra	Lal Variety	2700	2700	Unch
Bangalore	Achhu	NR	NR	-
	Mudde	3000	3000	Unch
Belgaum	Mudde	NR	2700	-
Belthangadi	Yellow (Average)	3100	3100	Unch
Bijapur	Achhu	2500	2500	Unch
Gulbarga	Other (Average)	2650	2525	125
Mahalingapura	Penti (Average)	2710	2710	Unch
Mandya	Achhu (Medium)	2500	2500	Unch
	Kurikatu (Medium)	2350	2350	Unch
	Other (Medium)	2500	2450	50
	Yellow (Medium)	2500	2500	Unch
Shimoga	Achhu (Average)	3100	3100	Unch

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