

Sugar & Gur Domestic & International Fundamentals

- Sugar prices surged sharply today on sugar export data and firm international sugar price sentiments.
- ISMA revise its sugar production estimate down to 23.8 million tons for 2013-14 from 25 million tons estimated earlier.
- Short covering in sugar market is likely to take place in the coming days after sharp surge in sugar prices from recent lows.
- Indian indicative raw sugar CIF prices from Brazil quoted at \$533.23 per ton (including 15% import duty) and Indian domestic refined sugar FOB prices quoted at \$459 per ton Kolhapur based. Recently, government provides Sugar export subsidy on raws of Rs 3300 per ton which ultimately gives boost to sugar export in the coming months as expected.
- India has exported 1.3 million metric tons of sugar in the period between Oct - Feb in 2013-14 marketing year, according to ED&F Man Commodities. Increase in International sugar prices due to dry weather conditions in Brazil increase the sugar export parity for Indian exporters. They also estimate India sugar export may total around 2-2.2 million tons in the year ending Sept. 2014. India has produced 16.86 million tons of sugar in Oct-Feb period which is 10.63% lower compared to last year. It is notable that Maharashtra has produced 5.71 million tons till Feb this year fell from 6.57 million tons compared to last year same period.
- Gur prices improved today in the Muzaffar nagar spot market compared to prior day. Meanwhile, overall sentiments remained bullish due to consecutive rainfall in the western UP region which restrict gur manufacturers to produce gur due to wet cane.

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

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Mar-14	31.00	2853.00	2900.00	2846.00	2890.00
Apr-14	25.00	2930.00	2967.00	2913.00	2955.00
May-14	27.00	3000.00	3033.00	2977.00	3020.00

Contract	Volume	Change	OI	Change
Mar-14	6380	-910	20180	-1680
Apr-14	16060	30	35320	1020
May-14	13490	3670	33850	4380

Spread	Mar-14	Apr-14	May-14
Basis	35		
Feb-14		65	130
Mar-14			65

Stocks	Demat 07.3.14	In-Process 07.3.14	Total 07.3.14	FED 03.3.14
Kolhapur M	4636	749	5385	2828
Solapur M	401	0	401	401
Kolhapur S	5106	749	5855	4247
Solapur S	3386	0	3386	3386

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-May	486	487.4	470.8	475.4	-10.30
14-Aug	494.3	496.2	480.9	486.3	-8.10
14-Oct	500.2	503.1	488.3	493.9	-7.20

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Mar-14	4.50	1092.00	1092.50	1079.00	1091.00
Jul-14	-6.00	1246.50	1249.00	1235.00	1242.50
Sep-14	-5.50	1288.50	1290.50	1276.50	1284.50

Contract	Volume	Change	OI	Change
Mar-14	2240	-2770	3850	740
Jul-14	6020	-10970	6820	370
Sep-14	810	-2090	2960	-230

Spread	Mar-14	July-14	Sept-14
Basis	-1		
Feb-14		151.5	193.5
Mar-14			42

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	18.31	18.4	17.87	18.01	-0.31
14-May	18.49	18.56	18.07	18.21	-0.29
14-July	18.77	18.83	18.42	18.54	-0.25

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	396.00	+0.75
Raw Sugar C&F (\$/MT)	Black Sea	433.00	+0.75
Sugar White FOB (\$/MT)	Santos Port	504.75	+0.75

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
May'14/May'14	82.00	
Aug'14/Jul'14	86.25	
Oct'14/Oct'14	86.50	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	19.41	
Brazil Anhydrous	20.28	
Brazil Hydrous	20.15	

Sugar and Jaggery (Gur) Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		8-Mar-14	7-Mar-14	
Sugar	Delhi - Grade M	3190	3150	40
	Delhi - Grade S	3080	3100	-20
	Delhi - Grade L	3250	3210	40
	UP- Khatauli Grade M	3250	3215	35
	UP- Ramala Grade M	3100	3050	50
	UP- Dhampur Grade M Ex-Mill	-	3015	-
	UP- Dhampur Grade S Ex-Mill	-	2995	-
	UP- Dhampur Grade L Ex-Mill	-	3065	-
	Mumbai –Grade M	3092	3052	40
	Mumbai –Grade S	2892	2800	92
	Kolhapur – Grade M	2925	2900	25
	Kolhapur – Grade S	2775	2750	25
	Guhawati – Grade S	3081	3055	26
	Shillong – Grade S	3095	3070	25
	Vijayawada – Grade M	3330	3300	30
	Vijayawada- Grade S	3200	3170	30
	Nagpur – Grade M	3100	3100	Unch
	Nagpur – Grade S	2950	2900	50
	Kolkata – Grade M	3200	NA	-
	Chennai - Grade S	2875	2875	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	2910	2910	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	2900	2900	Unch

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Gur Spot Prices (Rs/Qtl)				
		8-Mar-14	7-Mar-14	Change
Muzaffar Nagar	Chaku	2725	2625	100
	Arrivals	15000	9000	6000
	Khurpa	2525	2587	-62
	Laddu	2560	2637	-77
	Rascut	2275	2250	25
Seyana	Chaurasa	2350	2350	Unch
Hapur	Balti	2337	2300	37
Maharashtra	Lal Variety	2750	2750	Unch

Bangalore	Achhu	NA	NR	-
	Mudde	NA	3000	-
Belgaum	Mudde	NA	2700	-
Belthangadi	Yellow (Average)	NA	3150	-
Bijapur	Achhu	NA	2400	-
Gulbarga	Other (Average)	NA	2650	-
Mahalingapura	Penti (Average)	NA	2810	-
Mandya	Achhu (Medium)	NA	2650	-
	Kurikatu (Medium)	NA	2350	-
	Other (Medium)	NA	2550	-
	Yellow (Medium)	NA	2550	-
Shimoga	Achhu (Average)	NA	2900	-

UP Private Mills Tender Rates				
Centre	Origin/Grade	8-Mar-14	7-Mar-14	Change
Dorala	M-30	NR	NR	-
Mawana	M-30	NR	NR	-
Khatauli	2995	NR	NR	-
Modinagar	M-30	NR	NR	-
Malakpur	M-30	NR	NR	-
Simbholi	M-30	NR	NR	-
Asamoli	M-30	NR	NR	-
Dhanora	M-30	NR	NR	-
Dhampur	M-30	NR	NR	-
Kinnoni	M-31	NR	NR	-
Budhana	M-31	NR	NR	-
Thanabhavan	M-31	NR	NR	-
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	8-Mar-14	7-Mar-14	Change
Ramala	M-30	NR	NR	-
Baghpat	M-30	NR	NR	-
Gajraula	M-30	NR	NR	-
BulandShahar	M-30	NR	NR	-
Anupshahar	M-30	NR	NR	-
UP Government Mills Tender Rates				
Centre	Origin/Grade	8-Mar-14	7-Mar-14	Change
Morna	M-30	NR	NR	-
Nanotha	M-30	NR	NR	-
Nazibabad	M-30	NR	NR	-
Sakoti	M-30	NR	NR	-
Amroha	M-30	NR	NR	-
Chandpur	M-31	NR	NR	-

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	7-Mar-14
PRAWARA	S.PP	2792.00-2800.00
SHRIRAM PHALTAN	S1.PP	2760.00-2780.00
SHRIGONDA	S1.PP	2885
SANGAMNER	S.PP	2800
	S1.PP	2885
MALINAGAR	S.PP	2768
	S1.PP	2848
AMBEDKAR	OLD S.PP	2728.00-2733.00
BHANDAR KAVTHE	S.PP	2758
PANGAON	S.PP	2791
	M.PP	2925
BHAIRAVNATH VIHAR	S.PP	2740
BHAIRAVNATH SONERI	S.PP	2740
MAULI	S.PP	2793
KRISHNA ATHANI	S.PP	2790.00-2800.00
	S.JB	2815
UDGIRI	S1.PP-S2.PP	2785.00-2775.00
	M.PP	2870
D.Y. PATIL	S1.PP	2820
	M.PP	2900
BIDRI	S1.PP	2813.00-2818.00
	M.PP	2898.00-2903.0

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