

Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key sugar spot markets on Friday.
- Profit booking might occur at higher levels in the markets as expected in the coming days.
- Brazil sugar mills will start their cane crushing operations early before the usual starting time to take benefits of higher ethanol prices in order to reduce growing debts. Mills in Brazil normally begins their cane crushing operations from April but this year mills likely to start at the end of March.
- India sugar exports increase to Iran due to lower sugar exported from Brazil on M-o-M basis. According to traders, India has exported around 3.15 lac tons of sugar to Iran in Dec-March period.
- Indian indicative raw sugar CIF prices from Brazil quoted at \$545 per ton (including 15% import duty) and Indian domestic refined sugar FOB prices quoted at \$496 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.
- Brazil exported 1.80 million tons of sugar in February 2014 up slightly from 1.77 million tons at the same period last year.
- Recent rainfalls in Western Uttar Pradesh reduce the overall recovery of sugar from cane. It is notable that some mills in UP got lower than 8% on date as reported.
- Gur prices declined 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	-20.00	2955.00	3019.00	2951.00	2970.00
Apr-14	-4.00	3042.00	3071.00	3036.00	3050.00
May-14	-5.00	3134.00	3150.00	3115.00	3123.00

Contract	Volume	Change	OI	Change
Mar-14	2810	2260	8260	-1890
Apr-14	14530	-14850	38930	90
May-14	24910	-8910	48970	10340

Spread	Mar-14	Apr-14	May-14
Basis	-70		
Feb-14		80	153
Mar-14			73

Stocks	Demat 13.3.14	In-Process 13.3.14	Total 13.3.14	FED 10.3.14
Kolhapur M	7724	300	8024	5186
Solapur M	401	0	401	401
Kolhapur S	5116	300	5416	5106
Solapur S	3486	0	3486	3386

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-May	462.9	465.2	459.4	463.7	2
14-Aug	474.6	478.4	471.9	477.2	3
14-Oct	483.8	486.8	480.8	485.9	3

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Mar-14	1.00	1110.50	1110.50	1110.00	1110.00
Jul-14	2.00	1252.00	1265.50	1252.00	1258.00
Sep-14	5.50	1294.00	1308.50	1294.00	1301.50

Contract	Volume	Change	OI	Change
Mar-14	90	-600	1960	30
Jul-14	9390	380	8740	470
Sep-14	1310	100	3450	-60

Spread	Mar-14	July-14	Sept-14
Basis	-60		
Feb-14		148	191.5
Mar-14			43.5

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	17.68	17.85	17.51	17.82	Unch
14-May	17.92	18.11	17.8	18.09	0.17
14-July	18.28	18.49	18.17	18.46	0.18

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	381.25	-
Raw Sugar C&F (\$/MT)	Black Sea	417.75	-
Sugar White FOB (\$/MT)	Santos Port	492.75	-

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
May'14/May'14	76.50	
Aug'14/Jul'14	79.25	
Oct'14/Oct'14	79.00	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	19.26	
Brazil Anhydrous	20.12	
Brazil Hydrous	19.93	

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		14-Mar-14	13-Mar-14	
Sugar	Delhi - Grade M	3250	3300	-50
	Delhi - Grade S	-	3300	-
	Delhi - Grade L	NR	3400	-
	UP- Khatauli Grade M	NR	NR	-
	UP- Ramala Grade M	3110	3110	Unch
	UP- Dhampur Grade M Ex-Mill	3175	3175	Unch
	UP- Dhampur Grade S Ex-Mill	3155	3155	Unch
	UP- Dhampur Grade L Ex-Mill	3225	3225	Unch
	Mumbai –Grade M	3072	3086	-14
	Mumbai –Grade S	2936	2902	34
	Kolhapur – Grade M	2900	2900	Unch
	Kolhapur – Grade S	2800	2800	Unch
	Guhawati – Grade S	3106	3106	Unch
	Shillong – Grade S	3120	3120	Unch
	Vijayawada – Grade M	3450	3450	Unch
	Vijayawada- Grade S	3250	3250	Unch
	Nagpur – Grade M	3150	3150	Unch
	Nagpur – Grade S	3000	3000	Unch
	Kolkata – Grade M	3285	3285	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3050	3050	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3050	3050	Unch
	Chennai - Grade S	2925	2925	Unch

Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)

Jaggery(Gur) Spot Prices (Rs/Qtl)				
		14-Mar-14	13-Mar-14	Change
Muzaffar Nagar	Chaku	2625	2750	-125
	Chaku(Arrival)	4000	4000	Unch
	Khurpa(New)	2525	2575	-50
	Laddoo(New)	2650	2650	Unch
	Rascut	2250	2625	-375

Maharashtra	Lal Variety	2800	2950	-150
Bangalore	Achhu	NR	NR	-
	Mudde	3100	3100	Unch
Belgaum	Mudde	2700	2700	Unch
Belthangadi	Yellow (Average)	3200	3200	Unch
Bijapur	Achhu	2600	2500	100
Gulbarga	Other (Average)	2650	2500	150
Mahalingapura	Penti (Average)	2890	2810	80
Mandya	Achhu (Medium)	2650	2650	Unch
	Kurikatu (Medium)	2300	2300	Unch
	Other (Medium)	2550	2550	Unch
	Yellow (Medium)	2550	2550	Unch
Shimoga	Achhu (Average)	2900	2900	Unch

UP Private Mills Tender Rates				
Centre	Origin/Grade	14-Mar-14	13-Mar-14	Change
Dorala	M-30	NR	3165	-
Mawana	M-30	NR	3101	-
Khatauli	M-30	3320	3280	40
Modinagar	M-30	3100	3082	18
Malakpur	M-30	NR	3065	-
Simbholi	M-30	3200	3200	Unch
Asamoli	M-30	NR	3130	-
Dhanora	M-30	NR	3100	-
Dhampur	M-30	NR	3200	-
Kinnoni	M-31	NR	3220	-
Budhana	M-31	3250	3230	20
Thanabhavan	M-31	3240	3220	20

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	14-Mar-14	13-Mar-14	Change
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	14-Mar-14	13-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	13-Mar-14
SAHYADRI	S.PP	2893.00-2913.00
	OLD M.JB	2943
BIDRI	S1.PP	2873
	M.PP	2983
HUTATMA	S1.PP	2898
	M.PP	2998
MULA	S.PP-S1.PP	2895.00-3020.00
	M.PP	3095
SHREEPUR	S.PP	2840
	S1.PP	2930
ASHOK NAGAR	S.PP	2921
	M.PP	3075
AMBALIKA	S.PP	2885
SOMESHWAR	S1.PP	2898
	M.PP	2988
MALINAGAR	S.PP	2833
	S1.PP	2898
AKLUJ	S.JK	2828
	M.PP	2921

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>

© 2014 Indian Agribusiness Systems Pvt Ltd.