

Sugar & Gur Domestic & International Fundamentals

- Sugar prices improved sharply in key markets due to good spot demand.
- Sugar shipments have been affected from India at present due to higher sugar prices in domestic markets which remove the export parity of sugar.
- International sugar prices are again moving downwards due to profit bookings. Presently, sellers are offering sugar at discounted rates on Brazilian raw sugar. It is notable that weak demand of sugar from China and excess sugar stock available with Thailand depress the sugar prices currently.
- Market participants are closely analyzing the effect of El Nino and its impact on sugarcane crops for 2014-15. It is expected that if El Nino occurs than Brazil would get higher than normal rainfall which resulted in diseases and pests which ultimately reduce the cane yields. On the contrary, India and Australia would suffer from dry weather conditions if El Nino occurs.
- Jaggery prices improved today in key market compared to prior day in key benchmark market Muzaffar nagar..
- Notably, daily around 5000-8000 bags (each 40 kg) arrive in the market which is less compared to 15000-20000 bags arrived last year at same period. As far as gur stock position in warehouses are concerned, it is also lower compared to last year. Decline in gur production also became the major influencing factor of this recent bullishness in gur prices. Production of gur is down this year due to lesser cane prices given by kolhus to farmers and uneven rainfall which hampers the gur production, according to Muzaffar nagar based gur manufacturer.

Outlook: Sugar prices are moving in a range with weak bias presently. Market is presently in a profit booking mode. However, overall sentiments turned bullish for medium term.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Apr-14	40.00	3040.00	3079.00	3039.00	3074.00
May-14	29.00	3107.00	3135.00	3107.00	3127.00
June-14	35.00	3162.00	3192.00	3162.00	3186.00

Contract	Volume	Change	OI	Change
Apr-14	15610	12360	33350	-2440
May-14	20820	17010	46880	520
June-14	4640	3650	20320	1700

Spread	Apr-14	May-14	June-14
Basis	-24		
Feb-14		53	112
Mar-14			59

Stocks	Demat 25.3.14	In-Process 25.3.14	Total 25.3.14	FED 24.3.14
Kolhapur M	11242	140	11382	11242
Solapur M	401	0	401	401
Kolhapur S	6457	140	6597	6457
Solapur S	4435	0	4435	4435

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-May	449.4	454.4	448.0	453.6	3.4
14-Aug	461.3	465.8	460.5	465.2	2.8
14-Oct	469.2	474.2	468.5	473.6	3.2

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jul-14	1.50	1265.50	1268.00	1256.00	1262.50
Sep-14	1.50	1302.00	1307.50	1302.00	1303.50
Nov-14					

Contract	Volume	Change	OI	Change
Jul-14	3240	-2060	11130	500
Sep-14	340	-1660	4320	-30
Nov-14	0	-10	90	-10

Spread	July-14	Sept-14	Nov-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-May	16.83	17.01	16.76	16.97	0.13
14-July	17.19	17.38	17.13	17.36	0.15
14-Oct	17.66	17.84	17.59	17.82	0.16

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	376.00	10.75
Raw Sugar C&F (\$/MT)	Black Sea	414.50	10.75
Sugar White FOB (\$/MT)	Santos Port	471.25	7.50

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
May'14/May'14	NR	-
Aug'14/Jul'14	NR	-
Oct'14/Oct'14	NR	-

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	NR	-
Brazil Anhydrous	NR	-
Brazil Hydrous	NR	-

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		26-Mar-14	25-Mar-14	
Sugar	Delhi - Grade M	3340	3320	20
	Delhi - Grade S	3140	3115	25
	Delhi - Grade L	3350	3320	30
	UP- Khatauli Grade M	NR	NR	-
	UP- Ramala Grade M	NR	NR	-
	UP- Dhampur Grade M Ex-Mill	3200	3200	Unch
	UP- Dhampur Grade S Ex-Mill	3180	3180	Unch
	UP- Dhampur Grade L Ex-Mill	3250	3250	Unch
	Mumbai –Grade M	3156	3142	14
	Mumbai –Grade S	3036	3016	20
	Kolhapur – Grade M	3050	3000	50
	Kolhapur – Grade S	2925	2900	25
	Guhawati – Grade S	3233	3207	26
	Shillong – Grade S	3245	3220	25
	Vijayawada – Grade M	3470	3470	Unch
	Vijayawada- Grade S	3270	3270	Unch
	Nagpur – Grade M	3150	3150	Unch
	Nagpur – Grade S	3060	3030	30
	Kolkata – Grade M	3300	3300	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	2925	2925	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	2915	2915	Unch
	Chennai - Grade S	3000	3000	Unch

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

Jaggery(Gur) Spot Prices (Rs/Qtl)				
		26-Mar-14	25-Mar-14	Change
Muzaffar Nagar	Chaku	2835	2710	125
	Chaku(Arrival)	6000	6000	Unch
	Khurpa(New)	2530	2375	155
	Laddoo(New)	2675	2600	75
	Rascut	2575	2375	200

Maharashtra	Lal Variety	3000	3000	Unch
Bangalore	Achhu	NR	NR	-
	Mudde	3000	3100	-100
Belgaum	Mudde	2700	NR	-
Belthangadi	Yellow (Average)	3300	3300	Unch
Bijapur	Achhu	NR	2725	-
Gulbarga	Other (Average)	2650	2750	-100
Mahalingapura	Penti (Average)	2940	2940	Unch
Mandya	Achhu (Medium)	2600	2600	Unch
	Kurikatu (Medium)	2300	2300	Unch
	Other (Medium)	2500	2550	-50
	Yellow (Medium)	2550	2550	Unch
Shimoga	Achhu (Average)	2950	2900	50

UP Private Mills Tender Rates				
Centre	Origin/Grade	26-Mar-14	25-Mar-14	Change
Dorala	M-30	3280	3260	20
Mawana	M-30	3265	3260	5
Khatauli	M-30	3330	3330	Unch
Modinagar	M-30	3250	3240	10
Malakpur	M-30	3230	3220	10
Simbholi	M-30	3330	3330	Unch
Asamoli	M-30	3320	3310	10
Dhanora	M-30	3280	3280	Unch
Dhampur	M-30	3240	3240	Unch
Kinnoni	M-31	3280	3280	Unch
Budhana	M-31	3270	3270	Unch
Thanabhavan	M-31	3260	3260	Unch

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	26-Mar-14	25-Mar-14	Change
Baghpat	M-30	3240	3230	10
Gajraula	M-30	3230	3220	10
BulandShahar	M-30	3230	3230	Unch
Anupshahar	M-30	3220	3210	10

UP Government Mills Tender Rates				
Centre	Origin/Grade	26-Mar-14	25-Mar-14	Change
Morna	M-30	3230	3230	Unch
Nanotha	M-30	3230	3230	Unch
Najibabad	M-30	3230	3220	10
Sakoti	M-30	3200	3170	30
Amroha	M-30	NR	NR	-
Chandpur	M-31	3220	3210	10

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