

## Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Monday as markets could not find adequate cues to decide the prices either side.
- Sugar prices increase by 10-12% during last month due to higher sugar demand from domestic as well as export front.
- A rake business has been reported from Sangli to Delhi at Rs. 3370/Quintal on FOR Basis. It is notable that around 14 rakes of sugar has been reported in the previous month. According to trade sources, till 10th April, around 4 rakes are due to reach Delhi as reported.
- Thailand sugar production reach 10.9 million tons and likely to reach 11.2 million tons till end.
- India produce 21.5 million tons of sugar till 31<sup>st</sup> March 2014 which is down from 23 million tons sugar produced last year same period.
- Jaggery prices improved today in key market compared to prior day despite of higher arrivals.
- 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 positions 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 even rainfall which hampers the gur production, according to Muzaffar nagar based gur manufacturer.

**Outlook:** Sugar prices are moving upwards sharply over lower sugar production this year which turns overall sentiments bullish for medium term.

### NCDEX Sugar Future Quotes (As on

| Contract | +/-    | Open    | High    | Low     | Close    |
|----------|--------|---------|---------|---------|----------|
| Apr-14   | -53.00 | 3200.00 | 3200.00 | 3134.00 | 3143.00  |
| May-14   | -52.00 | 3265.00 | 3265.00 | 3188.00 | 3201.00  |
| June-14  | -57.00 | 3266.00 | 3270.00 | 3223.00 | 3229.00A |

| Contract | Volume | Change | OI    | Change |
|----------|--------|--------|-------|--------|
| Apr-14   | 3620   | -840   | 18930 | -3020  |
| May-14   | 28100  | 12780  | 51570 | 540    |
| June-14  | 9370   | 5620   | 20880 | -980   |

| Spread | Apr-14 | May-14 | June-14 |
|--------|--------|--------|---------|
| Basis  |        |        |         |
| Feb-14 |        |        |         |
| Mar-14 |        |        |         |

| Stocks     | Demat<br>5.4.14 | In-Process<br>5.4.14 | Total<br>5.4.14 | FED<br>31.3.14 |
|------------|-----------------|----------------------|-----------------|----------------|
| Kolhapur M | 11442           | 200                  | 11642           | 11282          |
| Sholapur M | 401             | 0                    | 401             | 401            |
| Sangli M   | 0               | 301                  | 301             | -              |
| Kolhapur S | 8567            | 200                  | 8767            | 6457           |
| Sholapur S | 4435            | 0                    | 4435            | 4435           |
| Sangli S   | 301             | 301                  | 602             | -              |

### LIFFE Sugar Futures (In US\$/MT)

| Contract | Open   | High   | Low    | Close  | +/-   |
|----------|--------|--------|--------|--------|-------|
| 14-May   | 461.40 | 464.80 | 458.00 | 463.90 | +3.70 |
| 14-Aug   | 474.20 | 477.20 | 469.70 | 476.30 | +3.40 |
| 14-Oct   | 479.80 | 484.10 | 476.50 | 483.20 | +3.70 |

### NCDEX Gur Future Quotes:

| Contract | +/-    | Open    | High    | Low     | Close    |
|----------|--------|---------|---------|---------|----------|
| Jul-14   | -32.00 | 1243.00 | 1244.00 | 1214.00 | 1217.00A |
| Sep-14   | -27.00 | 1294.50 | 1303.00 | 1272.00 | 1274.00B |
| Nov-14   | -35.00 | 1136.00 | 1136.00 | 1136.00 | 1136.00  |

| Contract | Volume | Change | OI    | Change |
|----------|--------|--------|-------|--------|
| Jul-14   | 11620  | 3700   | 10240 | -1260  |
| Sep-14   | 2900   | 1250   | 4440  | -340   |
| Nov-14   | 10     | 10     | 90    | 0      |

| Spread | July-14 | Sept-14 | Nov-14 |
|--------|---------|---------|--------|
| Basis  | -       |         |        |
| Feb-14 |         | -       | -      |
| Mar-14 |         |         | -      |

| Gur<br>Stock<br>Position | Chaku | Raskut | Papdi | Total |
|--------------------------|-------|--------|-------|-------|
| 2014                     | -     | -      |       |       |
| 2013                     | 30000 | 20500  | 28000 | 67000 |

### ICE Sugar Futures (In Cents/Pound)

| Contract | Open  | High  | Low   | Close | +/-   |
|----------|-------|-------|-------|-------|-------|
| 14-May   | 17.20 | 17.39 | 17.01 | 17.35 | +0.17 |
| 14-July  | 17.61 | 17.82 | 17.44 | 17.79 | +0.18 |
| 14-Oct   | 18.09 | 18.29 | 17.94 | 18.28 | +0.19 |

## Brazil Sugar Quotes (Kingsman US\$/MT)

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

## 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    | -   |

| Commodity                | Price (\$/Ton) | Change |
|--------------------------|----------------|--------|
| Thai Sugar FOB 45 Icumsa | 463.90         | -      |

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

| Commodity | Centre  | Prices (Rs/Qtl) |          | Change |
|-----------|---|-----------------|----------|--------|
|           |   | 7-Apr-14        | 5-Apr-14 |        |
| Sugar     | Delhi - Grade M                                 | 3350            | 3390     | -40    |
|           | Delhi - Grade S                                 | 3300            | 3350     | -50    |
|           | Delhi - Grade L                                 | 3400            | NR       | -      |
|           | UP- Khatauli Grade M                            | NR              | NR       | -      |
|           | UP- Ramala Grade M                              | NR              | NR       | -      |
|           | UP- Dhampur Grade M Ex-Mill                     | 3300            | 3300     | Unch   |
|           | UP- Dhampur Grade S Ex-Mill                     | 3280            | 3280     | Unch   |
|           | UP- Dhampur Grade L Ex-Mill                     | 3350            | 3350     | Unch   |
|           | Mumbai –Grade M                                 | 3496            | 3500     | -4     |
|           | Mumbai –Grade S                                 | 3296            | 3306     | -10    |
|           | Kolhapur – Grade M                              | 3250            | 3300     | -50    |
|           | Kolhapur – Grade S                              | 3110            | 3150     | -40    |
|           | Guhawati – Grade S                              | 3421            | 3461     | -40    |
|           | Shillong – Grade S                              | 3430            | 3470     | -40    |
|           | Vijayawada – Grade M                            | 3750            | 3750     | Unch   |
|           | Vijayawada- Grade S                             | 3550            | 3550     | Unch   |
|           | Nagpur – Grade M                                | 3500            | 3500     | Unch   |
|           | Nagpur – Grade S                                | 3300            | 3300     | Unch   |
|           | Kolkata – Grade M                               | 3380            | 3415     | -35    |
|           | Ambikapur (Chattisgarh)- Grade M (Without Duty) | 2925            | 2925     | Unch   |
|           | Ambikapur (Chattisgarh)- Grade S (Without Duty) | 2915            | 2915     | Unch   |
|           | Chennai - Grade S                               | 3250            | 3250     | Unch   |

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

| Jaggery(Gur) Spot Prices (Rs/Qtl) |                |          |          |        |
|-----------------------------------|----------------|----------|----------|--------|
|                                   |                | 7-Apr-14 | 5-Apr-14 | Change |
| Muzaffar Nagar                    | Chaku          | 2725     | 2700     | 25     |
|                                   | Chaku(Arrival) | 18000    | 12000    | 6000   |
|                                   | Khurpa(New)    | 2625     | 2625     | Unch   |
|                                   | Laddoo(New)    | 2875     | 2850     | 25     |

|               |                   |        |      |      |
|---------------|-------------------|--------|------|------|
|               | Rascut            | 2375   | 2325 | 50   |
| Hapur         | Chaurasa          | Closed | 2350 | -    |
|               | Balti             | Closed | 2475 | -    |
| Maharashtra   | Lal Variety       | 3000   | 3000 | Unch |
| Bangalore     | Achhu             | NR     | NR   | -    |
|               | Mudde             | 3100   | 3100 | Unch |
| Belgaum       | Mudde             | 2900   | 2800 | 100  |
| Belthangadi   | Yellow (Average)  | 3200   | 3200 | Unch |
| Bijapur       | Achhu             | 2750   | 2700 | 50   |
| Gulbarga      | Other (Average)   | 2900   | 2850 | 50   |
| Mahalingapura | Penti (Average)   | 3210   | NR   | -    |
| Mandya        | Achhu (Medium)    | 2600   | 2600 | Unch |
|               | Kurikatu (Medium) | 2200   | 2200 | Unch |
|               | Other (Medium)    | 2400   | 2450 | -50  |
|               | Yellow (Medium)   | 2500   | 2500 | Unch |
| Shimoga       | Achhu (Average)   | 3400   | 3350 | 50   |

| UP Private Mills Tender Rates |              |          |          |        |
|-------------------------------|--------------|----------|----------|--------|
| Centre                        | Origin/Grade | 7-Apr-14 | 5-Apr-14 | Change |
| Daurala                       | M-30         | 3380     | 3430     | -50    |
| Mawana                        | M-30         | 3320     | 3420     | -100   |
| Khatauli                      | M-30         | 3350     | 3470     | -120   |
| Modinagar                     | M-30         | 3270     | 3360     | -90    |
| Malakpur                      | M-30         | 3320     | 3330     | -10    |
| Simbholi                      | M-30         | 3480     | 3480     | Unch   |
| Asamoli                       | M-30         | 3450     | 3460     | -10    |
| Dhanora                       | M-30         | 3440     | 3440     | Unch   |
| Dhampur                       | M-30         | 3350     | 3400     | -50    |
| Kinauni                       | M-31         | 3450     | 3490     | -40    |
| Budhana                       | M-31         | 3410     | 3460     | -50    |
| Thanabhavan                   | M-31         | 3400     | 3450     | -50    |

| UP Cooperative Mills Tender Rates |              |          |          |        |
|-----------------------------------|--------------|----------|----------|--------|
| Centre                            | Origin/Grade | 7-Apr-14 | 5-Apr-14 | Change |
| Baghpat                           | M-30         | 3410     | 3410     | Unch   |
| Gajraula                          | M-30         | 3400     | 3400     | Unch   |
| BulandShahar                      | M-30         | 3430     | 3430     | Unch   |
| Anoopshahar                       | M-30         | 3390     | 3390     | Unch   |

| UP Government Mills Tender Rates |              |          |          |        |
|----------------------------------|--------------|----------|----------|--------|
| Centre                           | Origin/Grade | 7-Apr-14 | 5-Apr-14 | Change |
| Morna                            | M-30         | 3400     | 3410     | -10    |
| Nanouta                          | M-30         | 3400     | 3400     | Unch   |
| Najibabad                        | M-30         | 3400     | 3400     | Unch   |

|          |      |      |      |      |
|----------|------|------|------|------|
| Sakothi  | M-30 | 3360 | 3367 | -7   |
| Amroha   | M-30 | NR   | NR   | -    |
| Chandpur | M-31 | 3410 | 3410 | Unch |

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