

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key markets on Monday.
- Sugarcane area planted in MY 2014/15 is forecast to decline to 5.03 million hectares from 5.12 million hectares in the current year.
- As per latest ISMA report, in the current cane-crushing season, sugar output has dropped 13 per cent to 6.42 million tonnes (mt) in Uttar Pradesh. During 2011-12 and 2012-13, sugar production in the state stood at 6.97 mt and 7.4 mt, respectively.
- Sugar cane Consumption growth and tighter supplies will limit exports to 1.5 MMT in MY 2014/15. Partial central government deregulation is helping some millers operate more efficiently.
- Brazilian millers are offering ICUMSA 45 to red sea buyers at USD 545 but no trade reported at these levels.
- Farmers have started new sugarcane planting in wheat fields.
- With lower arrival, jiggery prices are weak today.
- As on 7th April, Total around 803000 bags of 40 kg each of gur stored in warehouses presently which are lower compared to 983000 bags stored last year at same period in warehouses. Out of total gur stocks, 422000 bags of Chaku, 48000 bags of Rascut, 157000 bags of Papdi and 18000 bags of Khurpa gur stored in cold storages.

Outlook: Sugar prices are presently in a profit booking state. However, overall sentiments remained bullish for medium term due to lower production. Sugar may trade steady in the short term.

NCDEX Sugar Future Quotes

Contract	+/-	Open	High	Low	Close
May-14	15	3145	3145	3116	3120
June-14	-7	3022	3032	3016	3019
July-14	-11	3029	3031	3020	3022

Contract	Volume	Change	OI	Change
May-14	810		9730	
June-14	3600		52140	
July-14	1130		21090	

Spread	May-14	June-14	July-14
Basis			
May-14			
June-14			

Stocks	Demat 17.5.14	In-Process 17.5.14	Total 17.5.14	FED 12.5.14
Kolhapur M	10364	0	10364	10264
Delhi M	2269	1248	3517	1709
Belgaum M	0	798	798	-
Kolhapur S	9258	0	9258	10007
Sholapur S	3536	0	3536	4535
Sangli S	501	0	501	501
Belgaum S	9431	798	10229	

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14- Aug	490.00	495.00	487.40	488.50	-4.90
14-Oct	494.30	497.00	489.80	490.60	-4.80
14-Dec	501.30	504.80	497.70	498.90	-4.70

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jul-14	-19.00	1208	1208	1190	1192
Sep-14	-21.50	1226	1226	1210	1212
Nov-14	-5.00	1085	1090	1084	1090

Contract	Volume	Change	OI	Change
Jul-14	6540		8240	
Sep-14	3200		4240	
Nov-14	50		140	

Spread	July-14	Sept-14	Nov-14
Basis	-		
July-14		-	-
Sept-14			-

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	422000	48000	157000	803000
2013	-	-	-	983000

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-July	18.15	18.23	17.66	17.91	-0.29
14-Oct	18.80	18.89	18.55	18.59	-0.27
15-Mar	19.48	19.61	19.33	19.36	-0.22

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	385.25	+11.00
Raw Sugar C&F (\$/MT)	Black Sea	419.25	+11.00
Sugar White FOB (\$/MT)	Santos Port	472.50	+2.75

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	479.80	+6.80

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		19-May-14	17-May-14	
Sugar	Delhi - Grade M	3310	3310	Unch
	Delhi - Grade S	3220	3220	Unch
	Delhi - Grade L	3350	3350	Unch
	UP- Khatauli Grade M	3400	3400	Unch
	UP- Ramala Grade M	3280	3280	Unch
	UP- Dhampur Grade M Ex-Mill	NA	3350	-
	UP- Dhampur Grade S Ex-Mill	NA	3330	-
	UP- Dhampur Grade L Ex-Mill	NA	3400	-
	Mumbai –Grade M	3416	3426	-10
	Mumbai –Grade S	3246	3242	4
	Kolhapur – Grade M	3150	3150	Unch
	Kolhapur – Grade S	3050	3050	Unch
	Guhawati – Grade S	3360	3360	Unch
	Shillong – Grade S	3370	3370	Unch
	Vijayawada – Grade M	3560	3600	-40
	Vijayawada- Grade S	3460	3500	-40
	Nagpur – Grade M	3350	3350	Unch
	Nagpur – Grade S	3150	3150	Unch
	Kolkata – Grade M	NA	3385	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3200	3200	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3175	3175	Unch
	Chennai - Grade S	3125	3125	Unch

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

Jaggery(Gur) Spot Prices (Rs/Qtl)				
		19-May-14	17-May-14	Change
Muzaffar Nagar	Chaku	3000	3075	-75
	Chaku(Arrival)	2500	4000	-1500
	Khurpa(New)	2750	2875	-125
	Laddoo(New)	3000	3075	-75

	Rascut	2250	2325	-75
Hapur	Chaurasa	Closed	2675	-
	Balti	Closed	2938	-
Maharashtra	Lal Variety	3050	3050	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	3200	3200	Unch
Belgaum	Mudde	2600	2600	Unch
Belthangadi	Yellow (Average)	3150	3150	Unch
Bijapur	Achhu	2850	3000	-150
Gulbarga	Other (Average)	2850	3050	-200
Mahalingapura	Penti (Average)	2980	NA	-
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2200	2200	Unch
	Other (Medium)	2350	2350	Unch
	Yellow (Medium)	2350	2350	Unch
Shimoga	Achhu (Average)	3600	3800	-200

Spot Prices of Sugar at NCDEX Delivery Centers

	% Change over previous year	Today	Week ago	Month Ago	Year Ago
		19-May-14	12-May-14	18-Apr-14	19-May-13
Sugar S Grade					
Erode	0.38	3198	3223	3248	3186
Kolhapur	2.29	3033	3045	3139	2965
Kolkata	-	NA	NA	NA	3300
Vashi	-4.59	3181	3214	3274	3334
Sugar M Grade					
Delhi	1.91	3315	3295	3390	3253
Erode	0.37	3248	3273	3298	3236
Kanpur	-0.09	3365	3370	3454	3368
Kolhapur	2.62	3132	3150	3250	3052
Kolkata	-2.20	3335	NA	3453	3410
Muzaffar Nagar	-0.06	3283	3310	3395	3285
*NA: Not Available					
Source: NCDEX; NCDEX delivery prices are inclusive of mandi tax and other applicable.					

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