

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key markets on Thursday. Recent decline in International sugar prices curb the possibilities of any price hike in domestic markets.
- India produced 23.9 million tons of sugar till 22nd May 2014 down from 24.7 million tons sugar produced at same period last year. Out of total sugar production, Maharashtra, UP and Karnataka produced 7.7 million tons, 6.45 million tons and 4.1 million tons respectively.
- Maharashtra cane area is likely to increase for the next marketing year 2014-15 due to good water availability and timely remuneration by mills to farmers.
- 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.
- Gur prices improved today in Muzaffar nagar spot market due to lower arrivals compared to prior day.
- 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
June-14	1.00	3015.00	3019.00	3005.00	3014.00
July-14	6.00	3015.00	3015.00	3005.00	3015.00
Aug-14	3.00	3029.00	3030.00	3020.00	3030.00

Contract	Volume	Change	OI	Change
June-14	1990	-7740	51090	20
July-14	840	-2880	23550	-10
Aug-14	460	-540	10940	-90

Spread	June-14	July-14	Aug-14
Basis			
June-14			
July-14			

Stocks	Demat 21.5.14	In-Process 21.5.14	Total 21.5.14	FED 19.5.14
Kolhapur M	10364	240	10604	10364
Delhi M	3552	0	3552	2913
Belgaum M	100	0	100	100
Kolhapur S	9139	240	9379	9258
Sholapur S	1519	0	1519	3536
Sangli S	501	0	501	501
Belgaum S	10458	0	10458	

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14- Aug	476.7	477.50	471.10	473.20	-4.50
14-Oct	484.8	484.80	479.00	481.10	-3.70
14-Dec	492.3	494.9	490.2	491.8	-3.4

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jul-14	3.00	1191.00	1197.00	1187.00	1197.00A
Sep-14	2.00	1209.00	1219.50	1205.00	1216.00
Nov-14	2.50	1090.00	1090.00	1090.00	1090.00B

Contract	Volume	Change	OI	Change
Jul-14	3320	-2940	8820	190
Sep-14	2040	-1680	4250	-10
Nov-14	10	10	140	0

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	17.59	17.59	17.35	17.44	-0.14
14-Oct	18.39	18.39	18.19	18.32	-0.06
15-Mar	19.24	19.24	19.09	19.21	-0.02

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	384.00	-
Raw Sugar C&F (\$/MT)	Black Sea	414.00	-
Sugar White FOB (\$/MT)	Santos Port	471.75	-

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	472.40	-

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		22-May-14	21-May-14	
Sugar	Delhi - Grade M	3280	3300	-20
	Delhi - Grade S	3200	3200	Unch
	Delhi - Grade L	3340	3340	Unch
	UP- Khatauli Grade M	3370	3370	Unch
	UP- Ramala Grade M	3280	3280	Unch
	UP- Dhampur Grade M Ex-Mill	3150	3150	Unch
	UP- Dhampur Grade S Ex-Mill	3130	3130	Unch
	UP- Dhampur Grade L Ex-Mill	3200	3200	Unch
	Mumbai –Grade M	3376	3386	-10
	Mumbai –Grade S	3126	3122	4
	Kolhapur – Grade M	3200	3175	25
	Kolhapur – Grade S	3050	3050	Unch
	Guhawati – Grade S	3360	3360	Unch
	Shillong – Grade S	3370	3370	Unch
	Vijayawada – Grade M	3560	3560	Unch
	Vijayawada- Grade S	3460	3460	Unch
	Nagpur – Grade M	3350	3350	Unch
	Nagpur – Grade S	3150	3150	Unch
	Kolkata – Grade M	NA	NA	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3200	3200	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3175	3175	Unch
	Chennai - Grade S	3100	3100	Unch

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

Jaggery(Gur) Spot Prices (Rs/Qtl)				
		22-May-14	21-May-14	Change
Muzaffar Nagar	Chaku	3143	3100	43
	Chaku(Arrival)	1000	1500	-500
	Khurpa(New)	2720	2775	-55
	Laddoo(New)	3100	3075	25

	Rascut	2375	2250	125
Hapur	Chaurasa	NA	NA	-
	Balti	NA	NA	-
Maharashtra	Lal Variety	3050	3050	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	3200	3200	Unch
Belgaum	Mudde	NA	2600	-
Belthangadi	Yellow (Average)	3200	3150	50
Bijapur	Achhu	2800	NA	-
Gulbarga	Other (Average)	3175	2600	575
Mahalingapura	Penti (Average)	3040	2960	80
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2200	2200	Unch
	Other (Medium)	2350	2350	Unch
	Yellow (Medium)	2350	2350	Unch
Shimoga	Achhu (Average)	NA	3650	-

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	21-May-14
HUTATMA	S1.PP	2998.00 OPEN
	M.PP	3098.00 OPEN
DALMIYA	S.PP	3000.00 OPEN
	M2.PP-M1.PP	3030.00-3150.00
SHAYDARI	S.PP	2970
	M.PP	3070

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