

## Sugar & Gur Domestic & International Fundamentals

- Sugar cash market traded all most unchanged barring some centers like Delhi, Mumbai where prices decreased slightly from previous day level. Overall trend remains bearish as ample stock with millers and restricted buying by whole sellers remains discouraging factor to the cash market fundamental.
- Thai raw sugar premium eased to \$10 per ton down from \$15 per ton traded last week.
- NCDEX launched sugar contract, which will be available for October onwards contracts and is aligned with the global market so that industry can protect itself from volatility in prices.
- Weak demand of sugar and oversupply of sugar by mills led the prices down in UP as reported.
- India produced 23.9 million tons of sugar till 22<sup>nd</sup> 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.
- Gur arrivals improved today in Muzaffar nagar spot market which depress the prices of gur in spot as well as in futures market.
- 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 Raskut, 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	-9	3003	3003	2974	2988
July-14	-7	2995	2995	2966	2975
Aug-14	-11	3001	3001	2972	2984

Contract	Volume	Change	OI	Change
June-14	7830	-10730	43230	-1020
July-14	2850	-4920	25690	-210
Aug-14	1300	-2320	13600	410

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

Stocks	Demat 26.5.14	In-Process 26.5.14	Total 26.5.14	FED 26.5.14
Kolhapur M	9865	30	9895	9865
Delhi M	3502	0	3502	3502
Belgaum M	100	0	100	100
Kolhapur S	8737	30	8767	8737
Sholapur S	1519	0	1519	1519
Sangli S	501	0	501	501
Belgaum S	10458	0	10458	

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

Contract	Open	High	Low	Close	+/-
14- Aug	468.3	471.6	467.6	470.9	1.3
14-Oct	477.3	479.9	476.6	479.2	1
14-Dec	489.9	491	487.7	490.2	0.5

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jul-14	5	1183	1189	1180	1185.50
Sep-14	2.50	1196.50	1202.50	1195	1199.50
Nov-14					

Contract	Volume	Change	OI	Change
Jul-14	5380	1580	9870	920
Sep-14	2470	-360	5170	320
Nov-14				

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

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	560000	61000	202000	1061000
2013	752000	135000	197000	1233000

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

Contract	Open	High	Low	Close	+/-
14-July	17.34	17.45	17.26	17.37	-0.01
14-Oct	18.15	18.25	18.1	18.19	-0.02
15-Mar	19.1	19.14	19.01	19.07	-0.06

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

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	372	-
Raw Sugar C&F (\$/MT)	Black Sea	402	-
Sugar White FOB (\$/MT)	Santos Port	467.75	-

## 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	468.2	-

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		27-May-2014	26-May-2014	
Sugar	Delhi - Grade M	3250	3265	-15
	Delhi - Grade S	3200	3205	-5
	Delhi - Grade L	3300	3300	Unch
	UP- Khatauli Grade M	3370	3370	Unch
	UP- Ramala Grade M	3280	3280	Unch
	UP- Dhampur Grade M Ex-Mill	3220	3220	Unch
	UP- Dhampur Grade S Ex-Mill	3200	3200	Unch
	UP- Dhampur Grade L Ex-Mill	3270	3270	Unch
	Mumbai –Grade M	3356	3366	-10
	Mumbai –Grade S	3180	3192	-12
	Kolhapur – Grade M	3200	3200	Unch
	Kolhapur – Grade S	3050	3050	Unch
	Guhawati – Grade S	3360	3360	Unch
	Shillong – Grade S	3370	3370	Unch
	Vijayawada – Grade M	3520	3520	Unch
	Vijayawada- Grade S	3420	3420	Unch
	Nagpur – Grade M	3350	3350	Unch
	Nagpur – Grade S	3150	3150	Unch
	Kolkata – Grade M	NA	NA	-
	Chennai - Grade S	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3150	3150	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3125	3125	Unch

## Gur Spot Prices (Rs/Qtl)

		27-May-2014	26-May-2014	Change
Muzaffar Nagar	Chaku	3113	3150	-37
	Arrivals	500	1000	-500
	Khurpa	2725	2750	-25
	Laddu	2975	3000	-25
	Rascut	2375	2375	Unch
Seyana	Chaurasa	NA	NA	-

Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	3050	3050	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	3200	3200	Unch
Belgaum	Mudde	NR	2800	-
Belthangadi	Yellow (Average)	3200	3200	Unch
Bijapur	Achhu	2750	2700	50
Gulbarga	Other (Average)		3100	-3100
Mahalingapura	Penti (Average)	2960	2960	Unch
Mandya	Achhu (Medium)	2400	2400	Unch
	Kurikatu (Medium)	2200	2200	Unch
	Other (Medium)	2350	2350	Unch
	Yellow (Medium)	2350	2350	Unch
Shimoga	Achhu (Average)	3400	3700	-300

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	26-May-14
MASKOBA	M2.PP	2965
SADASHIV	S.PP	2900.00-2903.00
	M.PP	2921.00-2923.00
AKLUJ	S.PP	2890
	S.JK	2900
MAHESGAON	S1.PP	2930
	M.PP	2960
SHREEPUR	S.PP-S1.PP	2930.00-2990.00
	M.PP	3030
MADHA	S.PP	2900
BARAMATI	S1.PP	3010
	M.PP	3150
KANNAD	S.PP	3010
SIDDHESHWAR	S1.PP	2918
	M.PP	2998
JAI MAHESH	M.PP-M1.PP	3000.00-3050.00
	L/30	3100
PRABHU	S1.PP	3000
	S2.PP	2975
JAMKHANDI	S1.PP	2920
SOMESHWAR	S1.PP	2923
	M.PP	3028

## Spot Prices of Sugar at NCDEX Delivery Centers

	% Change over previous year	Today	Week ago	Month Ago	Year Ago
		27-May-14	20-May-14	26-Apr-14	27-May-13
<b>Sugar S Grade</b>					
<b>Erode</b>	<b>-0.41</b>	3148	3198	3273	3161
<b>Kolhapur</b>	<b>0.74</b>	2978	3031	3127	2956
<b>Kolkata</b>	<b>-100.00</b>				3250
<b>Vashi</b>	<b>0.67</b>	3141	3173	3266	3120
<b>Sugar M Grade</b>					
<b>Delhi</b>	<b>0.46</b>	3258	3295	3365	3243
<b>Erode</b>	<b>-0.40</b>	3198	3248	3323	3211
<b>Kanpur</b>	<b>-0.95</b>	3338	3360	3422	3370
<b>Kolhapur</b>	<b>0.75</b>	3073	3132	3235	3050
<b>Kolkata</b>	<b>-2.73</b>	3283	3338	3425	3375
<b>Muzaffar Nagar</b>	<b>-1.55</b>	3235	3270	3355	3286
*NA: Not Available					
Source: NCDEX; NCDEX delivery prices are inclusive of mandi tax and other applicable.					

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