

Sugar & Gur Domestic & International Fundamentals

- Sugar prices remained steady to weak compared to prior day.
- Various mills in Brazil as closing down for the current season as Brazilian govt curb fuel price hike concerning rising inflation rate. With over production of sugar and lesser demand of fuel urge Brazilian millers to sell sugar in the global markets to get some capital and minimize their losses.
- Brazil Center south region mills produced 1.91 million tons of sugar in the first half of May compared to 930,600 tons produced in the same period last year.
- Thai hipol premiums fall to 10-20 pts from 25 pts 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.
- Gur prices declined sharply today in Muzaffar nagar spot market.
- Total around 1061000 bags of 40 kg each of gur stored in warehouses presently which are lower compared to 1233000 bags stored last year at same period in warehouses. Out of total gur stocks, 560000 bags of Chaku, 61000 bags of Rascut, 202000 bags of Papdi and 23000 bags of Khurpa gur stored in cold storages. It is notable that lower gur stock stored in cold storages would support the prices of gur in the medium term.

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	3000	3003	2987	2999
July-14	2	3056	3056	2965	2977
Aug-14	Unch	2973	2988	2973	2982

Contract	Volume	Change	OI	Change
June-14	3200	-4630	41890	-1340
July-14	1380	-1470	25190	-500
Aug-14	390	-910	13960	360

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jul-14	-3.5	1189	1190	1177	1182
Sep-14	-10	1199	1203	1183	1191
Nov-14	-5	1090	1090	1085	1085

Contract	Volume	Change	OI	Change
Jul-14	4600	-780	9810	-60
Sep-14	3600	1130	5020	-150
Nov-14	20	20	140	10

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

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

NCDEX Stock & Fed Position

Stocks	Demat	In-Process		Total	FED
		27.5.14	27.5.14		
Kolhapur M	8765	30		8795	9865
Delhi M	3502	0		3502	3502
Belgaum M	100	0		100	100
Kolhapur S	8067	30		8097	8737
Sholapur S	1519	0		1519	1519
Sangli S	501	0		501	501
Belgaum S	8972	0		8972	10458
Delhi S	1523	0		1523	1523

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

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	364.75	-
Raw Sugar C&F (\$/MT)	Black Sea	394.75	-
Sugar White FOB (\$/MT)	Santos Port	461.00	-

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	465.20	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14- Aug	470.00	470.00	464.10	465.30	-5.60
14-Oct	477.90	478.00	472.40	473.10	-6.10
14-Dec	488.90	488.90	483.30	484.00	-6.20

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-July	17.32	17.34	16.95	17.02	-0.35
14-Oct	18.10	18.14	17.80	17.87	-0.32
15-Mar	19.01	19.02	18.72	18.80	-0.27

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		28-May-2014	27-May-2014	
Sugar	Delhi - Grade M	3250	3250	Unch
	Delhi - Grade S	3200	3200	Unch
	Delhi - Grade L	3300	3300	Unch
	UP- Khatauli Grade M	3370	3370	Unch
	UP- Ramala Grade M	3260	3280	-20
	UP- Dhampur Grade M Ex-Mill	3215	3220	-5
	UP- Dhampur Grade S Ex-Mill	3195	3200	-5
	UP- Dhampur Grade L Ex-Mill	3265	3270	-5
	Mumbai –Grade M	3356	3356	Unch
	Mumbai –Grade S	3180	3180	Unch
	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	3340	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)				
		28-May-2014	27-May-2014	Change
Muzaffar Nagar	Chaku	2925	3113	-188
	Arrivals	500	500	Unch
	Khurpa	2725	2725	Unch
	Laddu	3000	2975	25
	Rascut	2375	2375	Unch
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	2950	3050	-100
Bangalore	Achhu	NA	NA	-
	Mudde	3200	3200	Unch
Belgaum	Mudde	2700	NR	-
Belthangadi	Yellow (Average)	NR	3200	-
Bijapur	Achhu	NR	2750	-
Gulbarga	Other (Average)	NR		-
Mahalingapura	Penti (Average)	NR	2960	-
Mandya	Achhu (Medium)	2350	2400	-50
	Kurikatu (Medium)	2200	2200	Unch
	Other (Medium)	2350	2350	Unch
	Yellow (Medium)	2400	2350	50
Shimoga	Achhu (Average)	3200	3400	-200

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

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>

© 2014 Indian Agribusiness Systems Pvt Ltd.