

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

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

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			

NCDEX Stock & Fed Position

Stocks	Demat	In-Process		Total	FED
		28.5.14	28.5.14		
Kolhapur M	8765	30		8795	9865
Delhi M	3502	0		3502	3502
Belgaum M	100	0		100	100
Kolhapur S	7967	30		7997	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	470.10	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14- Aug	465.60	467.80	464.30	467.20	+1.90
14-Oct	473.10	475.30	471.90	474.90	+1.80
14-Dec	485.00	486.30	483.20	486.20	+2.20

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-July	17.02	17.18	17.01	17.11	+0.09
14-Oct	17.90	18.01	17.87	17.95	+0.08
15-Mar	18.85	18.94	18.79	18.88	+0.08

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		29-May-2014	28-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	3330	3370	-40
	UP- Ramala Grade M	3260	3260	Unch
	UP- Dhampur Grade M Ex-Mill	3210	3215	-5
	UP- Dhampur Grade S Ex-Mill	3190	3195	-5
	UP- Dhampur Grade L Ex-Mill	3260	3265	-5
	Mumbai –Grade M	3346	3356	-10
	Mumbai –Grade S	3172	3180	-8
	Kolhapur – Grade M	3150	3200	-50
	Kolhapur – Grade S	2975	3050	-75
	Guhawati – Grade S	3284	3360	-76
	Shillong – Grade S	3295	3370	-75
	Vijayawada – Grade M	3520	3520	Unch
	Vijayawada- Grade S	3420	3420	Unch
	Nagpur – Grade M	3300	3350	-50
	Nagpur – Grade S	3100	3150	-50
	Kolkata – Grade M	3290	3340	-50
	Chennai - Grade S	3050	3100	-50

	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3150	3150	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3125	3125	Unch

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Gur Spot Prices (Rs/Qtl)				
		29-May-2014	28-May-2014	Change
Muzaffar Nagar	Chaku	3025	2925	100
	Arrivals	500	500	Unch
	Khurpa	2725	2725	Unch
	Laddu	2950	3000	-50
	Rascut	2325	2375	-50
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	2950	2950	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	3200	3200	Unch
Belgaum	Mudde	2700	2700	Unch
Belthangadi	Yellow (Average)	NR	3200	-
Bijapur	Achhu	2650	NR	-
Gulbarga	Other (Average)	3050	NR	-
Mahalingapura	Penti (Average)	NR	NR	-
Mandya	Achhu (Medium)	2300	2350	-50
	Kurikatu (Medium)	2200	2200	Unch
	Other (Medium)	2350	2350	Unch
	Yellow (Medium)	2350	2400	-50
Shimoga	Achhu (Average)	3700	3200	500

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	28-May-2014
BIDRI	S1.PP	2948
	M.PP	3048
D.Y. PATIL	S1.PP-S2.PP	2970-2950
	M.PP	3083
BHAIRAVNATH VIHAR	S1.PP	2880
	S.JB	2900
BHAIRAVNATH SONERI	S.PP	2850
	S.JB	2880
WASHI	S.JK	2870
	S.JB	2890
DESAN	S1.PP	2965
	M.PP	3015
MANJARA	S.PP	2878-2883
	M.PP	2988-3001
SHRIRAM PHALAN	S.PP-S1.PP	2875-2905
	M.PP	2985

CHOPDA	S.PP	2940
SANGAM	S.PP	2915
	S1.PP	2995
MADHUKAR	2991	2991
	M.PP	3131
VENKATESH	S.PP	2970
	M.PP	3080
SIDDHESHWAR	S1.PP	2918
	M.PP	2998
SHIV SAGAR	S1.PP-S2.PP	2930-2910
	M.PP	3015
PRABHU	S1.PP-S2.PP	2950-2925
	S.JB	2980
GEMS	S1.PP-S2.PP	2913-2898
	M.PP	3098
JAMKHANDI	S2.PP	2825
UGAR	M.PP	2948

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