

## Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key sugar spot markets on Wednesday.
- A rake business loaded with sugar has been reported from Belgaum to Delhi at FOR 3315 per quintal as reported.
- Govt. might increase ethanol blending into petrol to 15% from 5% currently. It is notable that if decision implemented than it would help mills to cover losses and able to make pending payments to farmers. Apart from it, govt also likely to consider industry demand to increase in import duty upto 40% from existing 15%.
- India is offering 100 ICUMSA sugar at \$500-510 per ton FOB basis, according to London based sugar trader.
- Consecutive fall in sugar prices can be seen as rumors of ban on essential commodities like Wheat, Sugar, Chana etc from futures platforms spreads fear in the market.
- Farmers in UP are sowing less cane for 2014-15 season due to delay in cane payment. However, situation is totally opposite in case of Maharashtra and Karnataka as reported.
- 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.
- Weak demand of sugar and oversupply of sugar by mills led the prices down in UP as reported.
- Gur prices declined today in key benchmark market Muzaffar nagar.
- 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 Raskut, 202000 bags of Papdi and 230000 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	-5.00	3001.00	3007.00	2993.00	3000.00
July-14	-7.00	2961.00	2974.00	2956.00	2963.00
Aug-14	-2.00	2991.00	2991.00	2974.00	2978.00

Contract	Volume	Change	OI	Change
June-14	2610	-2260	37260	-2040
July-14	2770	-860	24760	-220
Aug-14	1280	-830	15680	110

Spread	July-14	Sept-14	Nov-14
Basis	95		
July-14		-35	-17
Sept-14			18

### NCDEX Stock & Fed Position

Stocks		In-		Total	FED
		Demat	Process		
		3.6.14	3.6.14	3.6.14	2.6.14
Kolhapur M		8765	0	8765	8765
Delhi M		2376	0	2376	2376
Belgaum M		100	399	499	100
Kolhapur S		7347	0	7347	7347
Sholapur S		1519	0	1519	1519
Sangli S		501	0	501	501
Belgaum S		9820	399	10219	9838
Delhi S		1133	0	1133	1133

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jul-14	-8.00	1179.00	1185.00	1165.50	1167.00
Sep-14	-	1194.00	1194.00	1178.00	1180.00
Nov-14	5.00	1096.50	1096.50	1096.50	1096.50

Contract	Volume	Change	OI	Change
Jul-14	5410	380	8980	30
Sep-14	4090	990	6000	290
Nov-14	10	-10	150	0

Spread	July-14	Sept-14	Nov-14
Basis	5		
July-14		13	-83.5
Sept-14			-96.5

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	365.75	-3.00
Raw Sugar C&F (\$/MT)	Black Sea	393.75	-3.00
Sugar White FOB (\$/MT)	Santos Port	462.75	-1.00

## 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	467.5	-1.00

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

Contract	Open	High	Low	Close	+/-
14- Aug	467.20	468.80	466.00	467.50	Unch
14-Oct	475.40	477.60	474.70	476.30	+0.80
14-Dec	485.80	487.10	484.90	486.70	+0.90

## ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-July	17.16	17.28	17.13	17.19	+0.01
14-Oct	18.02	18.16	18.01	18.09	+0.03
15-Mar	18.99	19.09	18.96	19.06	+0.06

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		4-Jun-2014	3-Jun-2014	
Sugar	Delhi - Grade M	3220	3250	-30
	Delhi - Grade S	3130	3200	-70
	Delhi - Grade L	3270	3300	-30
	UP- Khatauli Grade M	3330	3330	Unch
	UP- Ramala Grade M	3250	3260	-10
	UP- Dhampur Grade M Ex-Mill	3200	3200	Unch
	UP- Dhampur Grade S Ex-Mill	3180	3180	Unch
	UP- Dhampur Grade L Ex-Mill	3250	3250	Unch
	Mumbai –Grade M	3266	3270	-4
	Mumbai –Grade S	3122	3152	-30
	Kolhapur – Grade M	3100	3100	Unch
	Kolhapur – Grade S	2950	2950	Unch
	Guhawati – Grade S	3258	3258	Unch
	Shillong – Grade S	3270	3270	Unch
	Vijayawada – Grade M	3500	3500	Unch
	Vijayawada- Grade S	3400	3400	Unch
	Nagpur – Grade M	3250	3250	Unch
	Nagpur – Grade S	3100	3100	Unch
	Kolkata – Grade M	NR	NR	-
	Chennai - Grade S	3050	3050	Unch

	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3050	3150	-100
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3025	3125	-100

Gur Spot Prices (Rs/Qtl)				
		4-Jun-2014	3-Jun-2014	Change
Muzaffar Nagar	Chaku	2925	2950	-25
	Arrivals	NA	NA	-
	Khurpa	2700	2700	Unch
	Laddu	3000	3000	Unch
	Rascut	2313	2313	Unch
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	2950	2950	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	3800	3300	500
Belgaum	Mudde	3000	NA	-
Belthangadi	Yellow (Average)	3200	3200	Unch
Bijapur	Achhu	NR	2600	-
Gulbarga	Other (Average)	3100	3200	-100
Mahalingapura	Penti (Average)	NR	2910	-
Mandya	Achhu (Medium)	2300	2300	Unch
	Kurikatu (Medium)	2200	2200	Unch
	Other (Medium)	2300	2300	Unch
	Yellow (Medium)	2300	2350	-50
Shimoga	Achhu (Average)	3500	3400	100

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	3-Jun-2014
D.Y. PATIL	S1.PP	2948
	M.PP	3048
DATT SHIROL	S1.PP-S2.PP	2943-2938
	M.PP	3053
SAHYADRI	OLD S.PP	2860
	OLD S.JK	2870
KRISHNA ATHANI	S1.PP-S.JB	2875-2895
	M.PP	2975
SAMBHAJI	S/30	2800
JARANDESHWAR	S1.PP-S2.PP	2890-2870
	M.PP	2999
CHOPDA	S.PP-S1.PP	2888-2915
	M.PP	2955
KOLPEWADI	S.PP	2877-2887
	M.PP	3045

BHIMA SHANKAR	S.PP-S.JB	2910-2937
	M.PP	3012
SHRIRAM PHALTAN	S.PP-S1.PP	2845-2875
	M.PP	2955
KUKADI	S.PP-S.JK	2860-2866
	M.PP	2981
INDAPUR	S.PP	2860
	M.PP	2910
MADHUKAR	S.PP	2941
	M.PP	3061
SHRIGONDA	OLD S.PP	2870
	NEW S.PP	2875
SANJIVANI	S/30	2885
ASHOK NAGAR	S.PP	2885
	M.PP	2990

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