

## Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key spot markets on Thursday.
- 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 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	-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		
		4.6.14	4.6.14	4.6.14	2.6.14
Kolhapur M		8765	0	8765	8765
Delhi M		2376	0	2376	2376
Belgaum M		100	0	100	100
Kolhapur S		7157	0	7157	7347
Sholapur S		1149	0	1149	1519
Sangli S		501	0	501	501
Belgaum S		9920	0	9920	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	466.30	468.20	465.10	465.40	-2.10
14-Oct	475.10	477.00	473.80	474.10	-2.20
14-Dec	485.30	487.10	484.20	485.00	-1.70

## ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-July	17.18	17.26	17.01	17.04	-0.15
14-Oct	18.05	18.11	17.89	17.93	-0.16
15-Mar	19.02	19.10	18.92	18.98	-0.08

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		5-Jun-2014	4-Jun-2014	
Sugar	Delhi - Grade M	3220	3220	Unch
	Delhi - Grade S	3130	3130	Unch
	Delhi - Grade L	3270	3270	Unch
	UP- Khatauli Grade M	3320	3330	-10
	UP- Ramala Grade M	3250	3250	Unch
	UP- Dhampur Grade M Ex-Mill	3210	3200	10
	UP- Dhampur Grade S Ex-Mill	3190	3180	10
	UP- Dhampur Grade L Ex-Mill	3260	3250	10
	Mumbai –Grade M	3243	3266	-23
	Mumbai –Grade S	3116	3122	-6
	Kolhapur – Grade M	3075	3100	-25
	Kolhapur – Grade S	2925	2950	-25
	Guhawati – Grade S	3233	3258	-25
	Shillong – Grade S	3245	3270	-25
	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	3325	NR	-
	Chennai - Grade S	3050	3050	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3050	3050	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3025	3025	Unch

Gur Spot Prices (Rs/Qtl)				
		5-Jun-2014	4-Jun-2014	Change
Muzaffar Nagar	Chaku	3000	2925	75
	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	3500	3800	-300
Belgaum	Mudde	3000	3000	Unch
Belthangadi	Yellow (Average)	3200	3200	Unch
Bijapur	Achhu	2775	NR	-
Gulbarga	Other (Average)	3100	3100	Unch
Mahalingapura	Penti (Average)	2880	2890	-10
Mandya	Achhu (Medium)	NR	2300	-
	Kurikatu (Medium)	NR	2200	-
	Other (Medium)	NR	2300	-
	Yellow (Medium)	NR	2300	-
Shimoga	Achhu (Average)	3350	3500	-150

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	4-Jun-2014
SONHIRA	S1.PP	2960
	M.PP	3060
MALINAGAR	S.PP	2838
	S1.PP	2888
SANGAMNER	S1.PP	2965
	M.PP	3042
SATISH	M.PP	2950
JAMKHANDI	S2.PP	2835
VENKATESH	M.PP	3030
GHODGANGA	S.PP	2870
	M.PP	2980
MALEGAON	S.PP	2843
SADASHIV	S.PP	2827-2833
WARANA	S1.PP	2883
	S2.PP	2873
JAWAHAR	S2.PP	2865
	M2.PP-M1.PP	2895-2985

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