

Sugar & Gur Domestic & International Fundamentals

- Steady to firm sentiments recorded on key markets amid closing of future on Saturday.
- 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.
- Gur prices improved today in key benchmark market Muzaffar nagar due to good demand. In addition to it, fresh arrivals are also not coming which improve the prices.
- 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 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	13.00	3063.00	3069.00	3030.00	3055.00B
July-14	30.00	3010.00	3038.00	2998.00	3028.00A
Aug-14	40.00	3050.00	3059.00	3018.00	3052.00A

Contract	Volume	Change	OI	Change
June-14	3,660	-	35160	-
July-14	8,430	-	26880	-
Aug-14	3,050	-	17890	-

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

NCDEX Stock & Fed Position

Stocks		In-			
		Demat	Process	Total	FED
		6.6.14	6.6.14	6.6.14	2.6.14
Kolhapur M		8765	0	8765	8765
Delhi M		1658	0	1658	2376
Belgaum M		100	0	100	100
Kolhapur S		6497	0	6497	7347
Sholapur S		1149	0	1149	1519
Sangli S		451	0	451	501
Belgaum S		9920	0	9920	9838
Delhi S		1133	0	1133	1133

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jul-14	14.50	1189.00	1197.00	1181.50	1195.00A
Sep-14	13.50	1198.00	1209.00	1192.50	1207.50
Nov-14	13.00	1118.50	1118.50	1093.50	1109.50

Contract	Volume	Change	OI	Change
Jul-14	6,370	-	7120	-
Sep-14	5,370	-	6020	-
Nov-14	70	-	160	-

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

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	360.50	-5.25
Raw Sugar C&F (\$/MT)	Black Sea	388.50	-5.25
Sugar White FOB (\$/MT)	Santos Port	456.50	-6.25

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	460.50	461.00	457.00	460.20	+0.10
14-Oct	469.10	469.90	465.60	469.40	+0.70
14-Dec	480.70	480.70	476.90	480.00	+0.50

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-July	16.85	16.99	16.77	16.92	+0.09
14-Oct	17.64	17.78	17.56	17.72	+0.06
15-Mar	18.73	18.82	18.59	18.76	+0.05

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		7-Jun-2014	6-Jun-2014	
Sugar	Delhi - Grade M	3240	3260	-20
	Delhi - Grade S	3200	3220	-20
	Delhi - Grade L	3350	3325	25
	UP- Khatauli Grade M	3350	3350	Unch
	UP- Ramala Grade M	3250	3260	-10
	UP- Dhampur Grade M Ex-Mill	3250	3220	30
	UP- Dhampur Grade S Ex-Mill	3230	3200	30
	UP- Dhampur Grade L Ex-Mill	3300	3270	30
	Mumbai –Grade M	3250	3242	8
	Mumbai –Grade S	3122	3122	Unch
	Kolhapur – Grade M	3150	3075	75
	Kolhapur – Grade S	3000	2925	75
	Guhawati – Grade S	3309	3233	76
	Shillong – Grade S	3320	3245	75
	Vijayawada – Grade M	3550	3500	50
	Vijayawada- Grade S	3420	3400	20
	Nagpur – Grade M	3250	3250	Unch
	Nagpur – Grade S	3100	3100	Unch
	Kolkata – Grade M	NR	3320	-
	Chennai - Grade S	3050	3050	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3050	3050	Unch

	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3025	3025	Unch
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Gur Spot Prices (Rs/Qtl)				
		7-Jun-2014	6-Jun-2014	Change
Muzaffar Nagar	Chaku	3025	3063	-38
	Arrivals	NA	NA	-
	Khurpa	NA	2700	-
	Laddu	NA	3000	-
	Rascut	NA	2313	-
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	2950	2950	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	3500	3500	Unch
Belgaum	Mudde	3100	3000	100
Belthangadi	Yellow (Average)	3250	3250	Unch
Bijapur	Achhu	NR	2800	-
Gulbarga	Other (Average)	3350	3300	50
Mahalingapura	Penti (Average)	NR	NR	-
Mandya	Achhu (Medium)	2300	NR	-
	Kurikatu (Medium)	2200	NR	-
	Other (Medium)	2300	NR	-
	Yellow (Medium)	2200	NR	-
Shimoga	Achhu (Average)	3400	NR	-

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	6-Jun-2014
DAUND	S.PP-S1.PP	2905-2930
	M.PP	3020
BHAWANI	OLD S.PP	2898
	OLD S.JB	2913
SAMARTH	S.PP-S1.PP	2921-2960
	M.PP	3050
NEERA BHIMA	S.PP	2928
	M.PP	3023
LOKNETE	OLD S.PP	2798
	OLD M.PP	2878
KOLPEWADI	S.PP	2960
	M.PP	3105
BHENDA	S1.PP	3000
	M.PP	3070
KRANTI	S1.PP	3000
	M.PP	3100
MULA	S.PP-S1.PP	2943-3040
	M.PP	3077

PRAWARA	S1.PP	2985-2990
	M.PP	3045-3050
DATT SHIROL	S1.PP-S2.PP	2955-2950
	M.PP	3063OPEN
SAHYADRI	S1.PP	2905-2915

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