

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Tuesday as markets could not find adequate cues to decide the prices either side.
- Central govt. is trying to restore its decision to give the incentive on raw sugar exports to Rs 3300 per ton which govt earlier lower down to Rs 2770 per ton for exports during April and May.
- India has imported around 6 lac ton of sugar till May 2014 starting from October 2014.
- 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 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	17.00	3043.00	3063.00	3043.00	3063.00
July-14	13.00	3025.00	3059.00	3018.00	3058.00
Aug-14	13.00	3001.00	3096.00	2999.00	3095.00

Contract	Volume	Change	OI	Change
June-14	10690	8080	22990	-14270
July-14	7600	4830	29660	4900
Aug-14	2420	1140	19960	4280

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

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jul-14	0.00	1188.00	1188.00	1176.00	1182.00
Sep-14	0.50	1191.00	1198.00	1189.00	1195.00
Nov-14	0.00	1096.00	1105.50	1096.00	1105.50

Contract	Volume	Change	OI	Change
Jul-14	1430	-3980	7340	-1640
Sep-14	2250	-1840	6110	110
Nov-14	80	70	200	50

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

NCDEX Stock & Fed Position

Stocks		In-		Total	FED
		Demat	Process		
		9.6.14	9.6.14	9.6.14	9.6.14
Kolhapur M		8465	710	9175	8465
Delhi M		1658	0	1658	1658
Belgaum M		100	0	100	100
Kolhapur S		6497	710	7207	6497
Sholapur S		1149	0	1149	1149
Sangli S		451	0	451	451
Belgaum S		9920	0	9920	9920
Delhi S		1133	0	1133	1133

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	-
Raw Sugar C&F (\$/MT)	Black Sea	393.75	-
Sugar White FOB (\$/MT)	Santos Port	457.25	-

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	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14- Aug	461.00	463.80	458.50	459.90	-0.30
14-Oct	470.50	473.10	468.40	470.50	+1.10
14-Dec	481.60	483.50	479.80	481.50	+1.50

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-July	16.97	17.17	16.93	16.98	+0.06
14-Oct	17.72	17.91	17.70	17.76	+0.04
15-Mar	18.76	18.92	18.72	18.78	+0.02

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		10-Jun-2014	9-Jun-2014	
Sugar	Delhi - Grade M	3300	3280	20
	Delhi - Grade S	3250	3240	10
	Delhi - Grade L	3390	3390	Unch
	UP- Khatauli Grade M	3360	3350	10
	UP- Ramala Grade M	3210	3210	Unch
	UP- Dhampur Grade M Ex-Mill	3270	3300	-30
	UP- Dhampur Grade S Ex-Mill	3250	3280	-30
	UP- Dhampur Grade L Ex-Mill	3320	3350	-30
	Mumbai –Grade M	3266	3262	4
	Mumbai –Grade S	3132	3116	16
	Kolhapur – Grade M	3150	3150	Unch
	Kolhapur – Grade S	3000	3000	Unch
	Guhawati – Grade S	3309	3309	Unch
	Shillong – Grade S	3320	3320	Unch
	Vijayawada – Grade M	3580	3580	Unch
	Vijayawada- Grade S	3460	3460	Unch
	Nagpur – Grade M	3350	3350	Unch
	Nagpur – Grade S	3150	3150	Unch
	Kolkata – Grade M	NR	NR	-
	Chennai - Grade S	3075	3075	Unch

	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3050	3050	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	2985	2985	Unch

Gur Spot Prices (Rs/Qtl)				
		10-Jun-2014	9-Jun-2014	Change
Muzaffar Nagar	Chaku	3000	3000	Unch
	Arrivals	NA	NA	-
	Khurpa	2898	2900	-2
	Laddu	3125	3125	Unch
	Rascut	2750	NA	-
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	NR	3050	-
Bangalore	Achhu	NA	NA	-
	Mudde	3500	3500	Unch
Belgaum	Mudde	NR	3100	-
Belthangadi	Yellow (Average)	NR	3250	-
Bijapur	Achhu	2700	2750	-50
Gulbarga	Other (Average)	3200	3150	50
Mahalingapura	Penti (Average)	2910	2910	Unch
Mandya	Achhu (Medium)	2300	2300	Unch
	Kurikatu (Medium)	2200	2200	Unch
	Other (Medium)	2300	2300	Unch
	Yellow (Medium)	2200	2200	Unch
Shimoga	Achhu (Average)	3350	3300	50

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	9-Jun-2014
AMBALIKA	S.PP	2930
	M.PP	3030
SHREEPUR	S1.PP	3035
	M.PP	3085
AGASTI	S.PP	2960
	S1.PP	3030
PRAWARA	S1.PP	3005-3010
	M.PP	3070
SHRIGONDA	S.JB	2960
	M.PP	3055
BARAMATI	S1.PP	2980
	M.PP	3130
AKLUJ	S.PP	2925
	S.JK	2935

MADHA	S.PP	2945-2950
SANGAMNER	S1.PP	3060
	M.PP	3105-3111
NIRANI	S1.PP-S2.PP	2960-2940
	M.PP	3060
GURUDATT	S1.PP-S2.PP	3075-3025
	M.PP	3175
SOMESHWAR	S.PP-S1.PP	2948-2973
	M.PP	3073
AJINKETARA	S1.PP-S2.PP	2972-2965
	M.PP	3095
UDGIRI	S1.PP-S2.PP	2930-2920
	M.PP	3010
SATISH	M.PP	3075
SARVODAY	S1.PP	2938
	M.PP	3053
WATEGAON	S1.PP	2948
	M.PP	3048
WALWA	S1.PP	2938
DATT SHIROL	S1.PP	2983-2985
	M.PP	3093
SHARAD	S1.PP	2963
	M.PP	3063
HAMIDWADA	S1.PP	2983
	M.PP	3083
KUMBHI	S1.PP	2983
	M.PP	3100

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