

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Wednesday as markets could not find adequate cues to decide the prices either side.
- Commerce Ministry is not looking for hiking import duty on sugar as it has not yet received any proposal in this regard.
- 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 up to 40% from existing 15%.
- 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	28.00	3066.00	3089.00	3025.00	3089.00
July-14	-8.00	3066.00	3068.00	3047.00	3054.00
Aug-14	-6.00	3102.00	3106.00	3087.00	3093.00

Contract	Volume	Change	OI	Change
June-14	4880	-5810	15310	-7680
July-14	7450	-150	33880	4220
Aug-14	1850	-570	20230	270

Spread	July-14	Sept-14	Nov-14
Basis	61		
July-14		-35	4
Sept-14			39

NCDEX Stock & Fed Position

Stocks		Demat	In-Process	Total	FED
		10.6.14	10.6.14	10.6.14	9.6.14
Kolhapur M		8166	849	9015	8465
Delhi M		1658	0	1658	1658
Belgaum M		100	30	130	100
Kolhapur S		6887	849	7736	6497
Sholapur S		1149	0	1149	1149
Sangli S		451	0	451	451
Belgaum S		9920	30	9950	9920
Delhi S		1133	0	1133	1133

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jul-14	-8.50	1182.00	1183.00	1170.50	1173.00
Sep-14	-11.00	1196.50	1197.50	1182.00	1184.50
Nov-14	-6.00	1094.00	1095.00	1092.50	1095.00

Contract	Volume	Change	OI	Change
Jul-14	6290	4860	5600	-1740
Sep-14	4400	2150	6720	610
Nov-14	30	-50	170	-30

Spread	July-14	Sept-14	Nov-14
Basis	15		
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	364.75	-1.00
Raw Sugar C&F (\$/MT)	Black Sea	392.75	-1.00
Sugar White FOB (\$/MT)	Santos Port	456.25	-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	461	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14- Aug	458.40	465.30	455.60	460.50	+0.60
14-Oct	468.80	475.40	466.70	471.40	+0.90
14-Dec	479.90	486.20	478.10	482.50	+1.00

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-July	17.04	17.08	16.84	16.97	-0.01
14-Oct	17.74	17.87	17.64	17.76	Unch
15-Mar	18.80	18.87	18.64	18.79	+0.01

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		11-Jun-2014	10-Jun-2014	
Sugar	Delhi - Grade M	3300	3300	Unch
	Delhi - Grade S	3250	3250	Unch
	Delhi - Grade L	3390	3390	Unch
	UP- Khatauli Grade M	3400	3360	40
	UP- Ramala Grade M	3200	3210	-10
	UP- Dhampur Grade M Ex-Mill	3300	3270	30
	UP- Dhampur Grade S Ex-Mill	3280	3250	30
	UP- Dhampur Grade L Ex-Mill	3350	3320	30
	Mumbai –Grade M	3262	3266	-4
	Mumbai –Grade S	3112	3132	-20
	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)				
		11-Jun-2014	10-Jun-2014	Change
Muzaffar Nagar	Chaku	2975	3000	-25
	Arrivals	NA	NA	-
	Khurpa	2875	2898	-23
	Laddu	3138	3125	13
	Rascut	2750	2750	Unch
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	NR	NR	-
Bangalore	Achhu	NA	NA	-
	Mudde	3700	3500	200
Belgaum	Mudde	3000	NR	-
Belthangadi	Yellow (Average)	3200	NR	-
Bijapur	Achhu	NR	2700	-
Gulbarga	Other (Average)	3150	3200	-50
Mahalingapura	Penti (Average)	3010	2910	100
Mandya	Achhu (Medium)	2300	2300	Unch
	Kurikatu (Medium)	2200	2200	Unch
	Other (Medium)	2300	2300	Unch
	Yellow (Medium)	2200	2200	Unch
Shimoga	Achhu (Average)	NR	3350	-

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	10-Jun-2014
KRISHNA	S1.PP	2938
	S2.PP	2928
SAHYADRI	OLD M.PP	3003
	M.PP	3053
NATURAL	OLD S.PP	2898
	S1.PP	2931-2935
SADASHIV	S.PP	2923-2928
	M/30	2943-2948
SHRIGONDA	S.PP	2960
ASHOK	S.PP	2955-2960
DAUND	S.PP-S1.PP	2940-2950
	M.PP	3050
VENKATESH	S.PP	2970
	M.PP	3070
BHAWANI	S.PP-S.JB	2938-2958
	M.PP	3038
AMBEDKAR	OLD S1.PP	2928-2933

JAMKHANDI	S2.PP	2950
KOLPEWADI	S.PP	2968
	OLD M.PP	3115
KANNAD	S.PP	2980
BARAMATI	S1.PP	2980
	M.PP	3110
VITTHAL PANDHARPUR	S.PP-S1.PP	2903-2975
	M.PP	3055

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