

Sugar & Gur Domestic & International Fundamentals

- Sugar prices declined today in key markets due to lower demand and weak international sugar sentiments.
- Government has decided to extend the sugar export subsidy on raws till the end of September 2015 to enable mills to clear the unpaid dues to farmers.
- Commerce Ministry is not looking for hiking import duty on sugar as it has not yet received any proposal in this regard.
- 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 improved 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 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	8.00	3025.00	3080.00	3025.00	3070.00
July-14	1.00	3049.00	3060.00	3049.00	3053.00
Aug-14	1.00	3068.00	3099.00	3068.00	3088.00

Contract	Volume	Change	OI	Change
June-14	3820	-1060	10900	-4410
July-14	4460	-2990	34140	260
Aug-14	1150	-700	20460	230

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

NCDEX Stock & Fed Position

Stocks	Demat	In-Process		FED
		11.6.14	11.6.14	
		11.6.14	11.6.14	9.6.14
Kolhapur M	8166	1289	9455	8465
Delhi M	1358	0	1358	1658
Belgaum M	100	20	120	100
Kolhapur S	6187	1289	7476	6497
Sholapur S	1149	0	1149	1149
Sangli S	451	0	451	451
Belgaum S	9920	20	9940	9920
Delhi S	189	0	189	1133

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jul-14	5.50	1179.00	1179.00	1167.00	1179.00
Sep-14	10.00	1181.50	1195.00	1179.00	1195.00
Nov-14	9.50	1100.50	1103.50	1100.50	1103.50

Contract	Volume	Change	OI	Change
Jul-14	4940	-1350	5610	10
Sep-14	3610	-790	6860	140
Nov-14	20	-10	160	-10

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	-
Raw Sugar C&F (\$/MT)	Black Sea	392.75	-
Sugar White FOB (\$/MT)	Santos Port	456.25	-

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	461	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14- Aug	459.00	459.00	455.60	456.20	-4.30
14-Oct	469.80	470.10	466.60	467.50	-3.90
14-Dec	480.70	480.70	478.00	478.70	-3.80

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-July	16.95	16.95	16.75	16.81	-0.16
14-Oct	17.70	17.74	17.55	17.62	-0.14
15-Mar	18.84	18.84	18.58	18.66	-0.13

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		12-Jun-2014	11-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	3400	Unch
	UP- Ramala Grade M	3200	3200	Unch
	UP- Dhampur Grade M Ex-Mill	3250	3300	-50
	UP- Dhampur Grade S Ex-Mill	3230	3280	-50
	UP- Dhampur Grade L Ex-Mill	3300	3350	-50
	Mumbai –Grade M	3256	3262	-6
	Mumbai –Grade S	3106	3112	-6
	Kolhapur – Grade M	3175	3150	25
	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	3250	3350	-100
	Nagpur – Grade S	3130	3150	-20
	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
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Gur Spot Prices (Rs/Qtl)				
		12-Jun-2014	11-Jun-2014	Change
Muzaffar Nagar	Chaku	3000	2975	25
	Arrivals	NA	NA	-
	Khurpa	2875	2875	Unch
	Laddu	3150	3138	12
	Rascut	2750	2750	Unch
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	NR	NR	-
Bangalore	Achhu	NA	NA	-
	Mudde	3700	3700	Unch
Belgaum	Mudde	3000	3000	Unch
Belthangadi	Yellow (Average)	3200	3200	Unch
Bijapur	Achhu	2750	NR	-
Gulbarga	Other (Average)	3200	3150	50
Mahalingapura	Penti (Average)	2960	3010	-50
Mandya	Achhu (Medium)	2300	2300	Unch
	Kurikatu (Medium)	2200	2200	Unch
	Other (Medium)	2300	2300	Unch
	Yellow (Medium)	2200	2200	Unch
Shimoga	Achhu (Average)	3400	3400	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	11-Jun-2014
BHAIKAVNATH VIHAL	S.PP	2925
	S.JB	2940
BHAIKAVNATH SONERI	S.JB	2950
	M.JB	3040
SANT DAMAJI	S.JB	2948
	S1.JB	3010
AMBALIKA	S.PP	2910
	M.PP	3010
GHODGANGA	S.PP	2935
	M.PP	3045
LOKNETE	S.PP	2858
	M.PP	2923
MANJARA	S1.PP	2998-3001
	M.PP	3080

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