

Sugar & Gur Domestic & International Fundamentals

- Steady to weak sentiments recorded in key sugar spot markets on Saturday. Markets are waiting for govt. next move which would decide the future direction of sugar prices.
- Sugarcane sowing reached to 4.35 million hectares till 13th June, according to report published by Ministry of Agriculture. Recent sowing figures are higher compared to last year sugarcane sowing which reached at 4.20 million hectares at the same period.
- 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 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					
July-14					
Aug-14					

Contract	Volume	Change	OI	Change
June-14				
July-14				
Aug-14				

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

NCDEX Stock & Fed Position

Stocks		Demat	In-Process	Total	FED
		13.6.14	13.6.14	13.6.14	9.6.14
Kolhapur M		6697	1691	8388	8465
Delhi M		1358	0	1358	1658
Belgaum M		100	0	100	100
Kolhapur S		6956	1691	8647	6497
Sholapur S		1149	0	1149	1149
Sangli S		451	0	451	451
Belgaum S		9940	0	9940	9920
Delhi S		139	0	139	1133

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jul-14					
Sep-14					
Nov-14					

Contract	Volume	Change	OI	Change
Jul-14				
Sep-14				
Nov-14				

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	365.75	+1.00
Raw Sugar C&F (\$/MT)	Black Sea	393.75	+1.00
Sugar White FOB (\$/MT)	Santos Port	454.00	-2.25

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	455.7	466.9	455.2	465.2	10
14-Oct	465.9	475.6	465	473.9	8.2
14-Dec	476.3	486.9	476.3	484.9	7.9

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
16.72	17.17	16.67	17.04	Unch	16.72
17.56	17.98	17.47	17.85	Unch	17.56
18.57	19.03	18.53	18.89	Unch	18.57

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		14-Jun-14	13-Jun-14	
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	3235	3250	-15
	UP- Dhampur Grade S Ex-Mill	3215	3230	-15
	UP- Dhampur Grade L Ex-Mill	3285	3300	-15
	Mumbai –Grade M	3242	3246	-4
	Mumbai –Grade S	3102	3102	Unch
	Kolhapur – Grade M	3125	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	3250	Unch
	Nagpur – Grade S	3130	3130	Unch
	Kolkata – Grade M	NR	NR	-
	Chennai - Grade S	3075	3075	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3005	3005	Unch

	Ambikapur (Chattisgarh)- Grade S (Without Duty)	2985	2985	Unch
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Gur Spot Prices (Rs/Qtl)				
		14-Jun-14	13-Jun-14	Change
Muzaffar Nagar	Chaku	2788	2975	-187
	Arrivals	NA	NA	-
	Khurpa	2850	2863	-13
	Laddu	3125	3125	Unch
	Rascut	2750	2750	Unch
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	-	NR	-
Bangalore	Achhu	NA	NA	-
	Mudde	NA	3700	-
Belgaum	Mudde	NA	3000	-
Belthangadi	Yellow (Average)	NA	3200	-
Bijapur	Achhu	NA	2800	-
Gulbarga	Other (Average)	NA	NR	-
Mahalingapura	Penti (Average)	NA	2960	-
Mandya	Achhu (Medium)	NA	2300	-
	Kurikatu (Medium)	NA	2200	-
	Other (Medium)	NA	2300	-
	Yellow (Medium)	NA	2200	-
Shimoga	Achhu (Average)	NA	3400	-

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