

Sugar & Gur Domestic & International Fundamentals

- Sugar prices traded steady today in key spot markets. Participants are waiting for any cues from government side which will decide the price direction in future.
- International sugar prices surged sharply on Friday in ICE as well as in LIFFE exchanges due to good sugar export demand from Brazil indicated by increasing no. of ships waiting at ports for sugar loading.
- 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.
- 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 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	-5	3061	3068	3055	3068
July-14	-6	3028	3036	3013	3025
Aug-14	-1	3052	3074	3048	3060

Contract	Volume	Change	OI	Change
June-14	360	60	10050	-510
July-14	6720	350	36520	2940
Aug-14	1620	-420	20720	110

Spread	July-14	Sept-14	Nov-14
Basis	57		
July-14		-43	-8
Sept-14			35

NCDEX Stock & Fed Position

Stocks		In-		Total	FED
		Demat	Process		
		14.6.14	14.6.14	14.6.14	9.6.14
Kolhapur M		6697	1441	8138	8465
Delhi M		1358	0	1358	1658
Belgaum M		100	0	100	100
Kolhapur S		7995	1441	9436	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	-5.5	1178	1178	1167.5	1169.5
Sep-14	-6.5	1194	1197.5	1184	1185.5
Nov-14	-2	1102	1102	1094.5	1100

Contract	Volume	Change	OI	Change
Jul-14	2660	220	5280	-270
Sep-14	3360	-1630	7370	150
Nov-14	60	60	160	0

Spread	July-14	Sept-14	Nov-14
Basis	20.5		
July-14		16	-69.5
Sept-14			-85.5

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	376	+10.25
Raw Sugar C&F (\$/MT)	Black Sea	406	+12.25
Sugar White FOB (\$/MT)	Santos Port	464.25	+10.25

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
		16-Jun-14	14-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	3330	3400	-70
	UP- Ramala Grade M	3200	3200	Unch
	UP- Dhampur Grade M Ex-Mill	3235	3235	Unch
	UP- Dhampur Grade S Ex-Mill	3215	3215	Unch
	UP- Dhampur Grade L Ex-Mill	3285	3285	Unch
	Mumbai –Grade M	3242	3242	Unch
	Mumbai –Grade S	3121	3102	19
	Kolhapur – Grade M	3125	3125	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	3440	3460	-20
	Nagpur – Grade M	3250	3250	Unch
	Nagpur – Grade S	3130	3130	Unch
	Kolkata – Grade M	3300	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)				
		16-Jun-14	14-Jun-14	Change
Muzaffar Nagar	Chaku	2975	2788	187
	Arrivals	NA	NA	-
	Khurpa	2750	2850	-100
	Laddu	3000	3125	-125
	Rascut	2900	2750	150
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	-	-	-
Bangalore	Achhu	NA	NA	-
	Mudde	NA	NA	-
Belgaum	Mudde	NA	NA	-
Belthangadi	Yellow (Average)	NA	NA	-
Bijapur	Achhu	NA	NA	-
Gulbarga	Other (Average)	NA	NA	-
Mahalingapura	Penti (Average)	NA	NA	-
Mandya	Achhu (Medium)	NA	NA	-
	Kurikatu (Medium)	NA	NA	-
	Other (Medium)	NA	NA	-
	Yellow (Medium)	NA	NA	-
Shimoga	Achhu (Average)	NA	NA	-

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