

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.
- India is offering white sugar at FOB \$500 per ton, according to Dubai based trader.
- Sugar exports from India likely to surge with increase in demand and prices of sugar due to upcoming Ramzan season. Also, Government also give some respite to millers after increasing raw sugar export incentive to Rs 3300 per ton for June-July month.
- 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.
- 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 (Till 6.50 PM)

Contract	+/-	Open	High	Low	Close
June-14	-5	3062	3065	3060	3060
July-14	-5	3026	3030	3013	3018
Aug-14	-5	3065	3065	3050	3053

Contract	Volume	Change	OI	Change
June-14	110	-250	9410	-640
July-14	1980	-4740	36670	150
Aug-14	1090	-530	20680	-40

Spread	July-14	Sept-14	Nov-14
Basis	40		
July-14		-42	-7
Sept-14			35

NCDEX Stock & Fed Position

Stocks		In-			
		Demat	Process	Total	FED
		16.6.14	16.6.14	16.6.14	16.6.14
Kolhapur M		5497	650	6147	5497
Delhi M		1088	0	1088	1088
Belgaum M		100	0	100	100
Kolhapur S		9056	650	9706	9056
Sholapur S		1149	0	1149	1149
Sangli S		451	0	451	451
Belgaum S		9940	0	9940	9940
Delhi S		139	0	139	139

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jul-14	Unch	1169	1174	1166	1170
Sep-14	Unch	1181.5	1189	1181.5	1185.5
Nov-14	-7.5	1096	1096	1090.5	1090.5

Contract	Volume	Change	OI	Change
Jul-14	1530	-1130	4990	-290
Sep-14	1920	-1440	7190	-180
Nov-14	40	-20	180	20

Spread	July-14	Sept-14	Nov-14
Basis	60		
July-14		15.5	-79.5
Sept-14			-95

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	373.5	-2.5
Raw Sugar C&F (\$/MT)	Black Sea	403.5	-2.5
Sugar White FOB (\$/MT)	Santos Port	461.75	-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	-	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14- Aug	466.90	469.40	464.70	466.80	+1.60
14-Oct	475.00	477.50	472.60	475.80	+1.90
14-Dec	485.90	488.70	483.10	487.30	+2.40

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
16.72	17.11	17.22	17.04	17.10	+0.06
17.56	17.99	18.03	17.82	17.97	+0.12
18.57	19.00	19.08	18.85	19.02	+0.13

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		17-Jun-2014	16-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	3350	3330	20
	UP- Ramala Grade M	3210	3200	10
	UP- Dhampur Grade M Ex-Mill	3230	3235	-5
	UP- Dhampur Grade S Ex-Mill	3210	3215	-5
	UP- Dhampur Grade L Ex-Mill	3280	3285	-5
	Mumbai –Grade M	3242	3242	Unch
	Mumbai –Grade S	3121	3121	Unch
	Kolhapur – Grade M	3100	3125	-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	3440	3440	Unch
	Nagpur – Grade M	3250	3250	Unch
	Nagpur – Grade S	3130	3130	Unch
	Kolkata – Grade M	3310	3300	10
	Chennai - Grade S	3075	3075	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3005	3005	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	2985	2985	Unch

Gur Spot Prices (Rs/Qtl)				
		17-Jun-2014	16-Jun-2014	Change
Muzaffar Nagar	Chaku	3075	2975	100
	Arrivals (Cold Storage)	12000	NA	-
	Khurpa	2875	2750	125
	Laddu	3150	3000	150
	Rascut	2813	2900	-87
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	NR	-	-
Bangalore	Achhu	NR	NR	-
	Mudde	3750	3700	50
Belgaum	Mudde	2900	2900	Unch
Belthangadi	Yellow (Average)	3200	3200	Unch
Bijapur	Achhu	2650	2700	-50
Gulbarga	Other (Average)	3050	3000	50
Mahalingapura	Penti (Average)	3010	2980	30
Mandya	Achhu (Medium)	NR	2300	-
	Kurikatu (Medium)	NR	2200	-
	Other (Medium)	NR	2300	-
	Yellow (Medium)	NR	2200	-
Shimoga	Achhu (Average)	3400	3300	100

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	16-Jun-2014
BHAIRAVNATH SONERI	S.JB	2945
	M.JB	3025
BHAIRAVNATH VIHAR	S.PP	2925
	S.JB	2930
CHANDRABHAGA	S1.PP	2904
BHENDA	S1.PP	2950
	M.PP	3025
SOMESHWAR	S1.PP	2923
	M.PP	3038
SAMBHAJI	S1.PP	2975
PRAWARA	S.PP-S1.PP	2900.00-2945.00
	M.PP	3021
SHREEPUR	S.PP-S1.PP	2920.00-2970.00
	M.PP	3020
MHESGAON	S.PP	2955
	M.PP	2985
MADHA	S.PP	2918.00-2923.00
MAKAI	S.PP	2963

AKLUJ	S.PP-S.JK	2892.00-2907.00
	S1.JK	2970
RENA	S.PP	2888
	M.PP	3051

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