

Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Thursday as markets could not find adequate cues to decide the prices either side.
- 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 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 (Till 7.10 PM)

| Contract | +/- | Open | High | Low | Close |
|----------|-------|---------|---------|---------|---------|
| June-14 | 30.00 | 3080.00 | 3099.00 | 3080.00 | 3099.00 |
| July-14 | -1.00 | 3034.00 | 3045.00 | 3028.00 | 3040.00 |
| Aug-14 | 1.00 | 3065.00 | 3075.00 | 3061.00 | 3070.00 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| June-14 | 1510 | 1110 | 5900 | -3030 |
| July-14 | 4000 | 1480 | 35690 | -730 |
| Aug-14 | 2330 | 1210 | 21300 | 600 |

| Spread | July-14 | Sept-14 | Nov-14 |
|---------|---------|---------|--------|
| Basis | -49 | | |
| July-14 | | -59 | -29 |
| Sept-14 | | | 30 |

NCDEX Stock & Fed Position

| Stocks | | In- | | | |
|------------|--|---------|---------|---------|---------|
| | | Demat | Process | Total | FED |
| | | 18.6.14 | 18.6.14 | 18.6.14 | 16.6.14 |
| Kolhapur M | | 5497 | 260 | 5757 | 5497 |
| Delhi M | | 1088 | 0 | 1088 | 1088 |
| Belgaum M | | 100 | 0 | 100 | 100 |
| Kolhapur S | | 9476 | 260 | 9736 | 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 | 0.50 | 1170.50 | 1172.50 | 1165.50 | 1172.00 |
| Sep-14 | -0.50 | 1190.00 | 1192.00 | 1186.00 | 1191.00 |
| Nov-14 | 0.50 | 1112.50 | 1112.50 | 1095.00 | 1095.00 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|------|--------|
| Jul-14 | 1800 | 10 | 4740 | 150 |
| Sep-14 | 3240 | 1040 | 6880 | -380 |
| Nov-14 | 40 | 30 | 210 | 20 |

| Spread | July-14 | Sept-14 | Nov-14 |
|---------|---------|---------|--------|
| Basis | 38 | | |
| July-14 | | 19 | -77 |
| Sept-14 | | | -96 |

| 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 | 385.50 | +4.5 |
| Raw Sugar C&F (\$/MT) | Black Sea | 415.50 | +4.5 |
| Sugar White FOB (\$/MT) | Santos Port | 470.50 | +3.0 |

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 | 471.00 | 483.70 | 469.40 | 482.20 | +12.30 |
| 14-Oct | 477.30 | 487.50 | 475.80 | 486.50 | +9.60 |
| 14-Dec | 487.40 | 497.60 | 486.30 | 496.60 | +9.20 |

ICE Sugar Futures (In Cents/Pound)

| Contract | Open | High | Low | Close | +/- |
|----------------|-------|-------|-------|-------|--------------|
| 14-July | 17.09 | 17.55 | 17.04 | 17.53 | +0.47 |
| 14-Oct | 17.95 | 18.37 | 17.86 | 18.35 | +0.44 |
| 15-Mar | 19.00 | 19.35 | 18.91 | 19.34 | +0.38 |

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

| Commodity | Centre | Prices (Rs/Qtl) | | Change |
|-----------|-----------------------------|-----------------|-----------|-------------|
| | | 19-Jun-14 | 18-Jun-14 | |
| Sugar | Delhi - Grade M | 3300 | 3290 | 10 |
| | Delhi - Grade S | 3240 | 3240 | Unch |
| | Delhi - Grade L | 3390 | 3390 | Unch |
| | UP- Khatauli Grade M | 3330 | 3350 | -20 |
| | UP- Ramala Grade M | 3150 | 3210 | -60 |
| | UP- Dhampur Grade M Ex-Mill | 3230 | 3230 | Unch |
| | UP- Dhampur Grade S Ex-Mill | 3210 | 3210 | Unch |
| | UP- Dhampur Grade L Ex-Mill | 3280 | 3280 | Unch |
| | Mumbai –Grade M | 3252 | 3252 | Unch |
| | Mumbai –Grade S | 3102 | 3096 | 6 |
| | Kolhapur – Grade M | 3050 | 3100 | -50 |
| | 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 | 3200 | 50 |
| | Nagpur – Grade S | 3125 | 3125 | Unch |
| | Kolkata – Grade M | 3360 | 3310 | 50 |
| | 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) | | | | |
|--------------------------|-------------------|-----------|-----------|--------|
| | | 19-Jun-14 | 18-Jun-14 | Change |
| Muzaffar Nagar | Chaku | 3025 | 3050 | -25 |
| | Arrivals | NA | NA | - |
| | Khurpa | 2750 | 2875 | -125 |
| | Laddu | 3175 | 3175 | Unch |
| | Rascut | 2825 | 2825 | Unch |
| Seyana | Chaurasa | NA | NA | - |
| Hapur | Balti | NA | NA | - |
| Maharashtra | Lal Variety | - | NR | - |
| Bangalore | Achhu | NA | NR | - |
| | Mudde | 3750 | 3750 | Unch |
| Belgaum | Mudde | 3000 | 3000 | Unch |
| Belthangadi | Yellow (Average) | 3200 | 3200 | Unch |
| Bijapur | Achhu | 2750 | NR | - |
| Gulbarga | Other (Average) | 3150 | NR | - |
| Mahalingapura | Penti (Average) | 3010 | NR | - |
| Mandya | Achhu (Medium) | 2300 | NR | - |
| | Kurikatu (Medium) | 2200 | NR | - |
| | Other (Medium) | 2300 | NR | - |
| | Yellow (Medium) | 2250 | NR | - |
| Shimoga | Achhu (Average) | 3400 | 3400 | Unch |

| Maharashtra Cooperative Mills Tender Prices | | |
|---|--------------|-----------------|
| Centre | Origin/Grade | 18-Jun-14 |
| ANURAJ | S.PP | 2915 |
| BIDRI | S1.PP | 2933 |
| | S2.PP | 2923 |
| VIGHNAHAR | S.PP-S.JB | 2900.00-2911.00 |
| | M.PP | 3015 |
| MURUM | S.PP | 2885 |
| BHAIRAVNATH VIHAR | S.PP-S.JB | 2920.00-2930.00 |
| | S1.JB | 2950 |
| BHAIRAVNATH SONERI | S.PP | 2940 |
| | M.PP | 3025 |
| FEBTECH | S1.PP | 2868 |
| | M.PP | 2968 |
| INDAPUR | S.PP | 2850 |
| | M.PP | 2920 |
| SADASHIV | S1.PP | 2863.00-2868.00 |
| | OLD M.PP | 2788 |

| | | |
|-----------|-------|------|
| GHODGANGA | S.PP | 2885 |
| | M.PP | 2995 |
| VENKATESH | S.PP | 2920 |
| | M.PP | 3050 |
| NATURAL | S.PP | 2872 |
| HUTATMA | S1.PP | 2948 |
| | M.PP | 3048 |
| WARANA | S1.PP | 2968 |
| | S2.PP | 2958 |

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