

Sugar & Gur Domestic & International Fundamentals

- Sugar prices declined specially in northern parts of India due to profit booking at higher levels.
- Millers now make a hue and cry situation over the issue of increase in sugarcane prices for 2014-15. Mills gives warning for total shut down for next marketing year if govt. increase sugarcane prices.
- In a major turnaround, Food and Civil Supplies minister Mr. Ram Vilas Paswan increase sugar import duty to 40% from current 15%. This move will give huge respite to sugar mills. In addition to it, Food minister also assure cash starved mills to provide interest free loan of Rs 4400 crore to make payments of cane arrears to farmers. Govt. will also extend sugar export subsidy on raws of Rs 3300 per ton till September 2014.
- Prices of sugar likely to move up in the coming days keeping in view increasing sugar prices in International markets and increase in freight by central govt.
- 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.
- Gur prices remained steady 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 6.00 PM)

Contract	+/-	Open	High	Low	Close
July-14	-5.00	3134.00	3139.00	3090.00	3126.00
Aug-14	-19.00	3172.00	3178.00	3126.00	3155.00
Sept-14	-28.00	3241.00	3241.00	3186.00	3215.00

Contract	Volume	Change	OI	Change
July-14	16920	2700	29640	-2250
Aug-14	11540	2020	27330	1670
Sept-14	3340	1660	7320	1070

Spread	July-14	Aug-14	Sept-14
Basis	24		
July-14		29	89
Sept-14			60

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jul-14	-11.50	1187.00	1192.50	1175.50	1176.00
Sep-14	-9.50	1219.00	1224.00	1203.50	1205.00
Nov-14	0.00	1121.00	1121.00	1106.50	1112.00

Contract	Volume	Change	OI	Change
Jul-14	3610	180	4500	40
Sep-14	4680	-80	6110	-330
Nov-14	290	-30	380	140

Spread	July-14	Sept-14	Nov-14
Basis	34		
July-14		29	-64
Sept-14			-93

NCDEX Stock & Fed Position

Stocks	In-			
	Demat	Process	Total	FED
	24.6.14	24.6.14	24.6.14	23.6.14
Kolhapur M	4918	150	5068	4918
Delhi M	1088	0	1088	1088
Belgaum M	100	0	100	100
Kolhapur S	10448	150	10598	10138
Sholapur S	1149	0	1149	1149
Sangli S	451	0	451	451
Belgaum S	9670	0	9670	9940
Delhi S	139	0	139	139

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	390.50	-3.00
Raw Sugar C&F (\$/MT)	Black Sea	420.50	-3.00
Sugar White FOB (\$/MT)	Santos Port	476.50	-3.25

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	489.1	491.4	487	490.1	0.3
14-Oct	492.6	493.9	489.1	493.4	0.4
14-Dec	502.5	504.3	499.9	503.9	0.8

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-July	17.8	17.88	17.66	17.81	-0.04
14-Oct	18.61	18.71	18.47	18.69	-0.02
15-Mar	19.6	19.71	19.46	19.7	Unch

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		25-Jun-14	24-Jun-14	
Sugar	Delhi - Grade M	3325	3360	-35
	Delhi - Grade S	3250	3300	-50
	Delhi - Grade L	3300	3390	-90
	UP- Khatauli Grade M	3450	3450	Unch
	UP- Ramala Grade M	3225	3245	-20
	UP- Dhampur Grade M Ex-Mill	3200	3200	Unch
	UP- Dhampur Grade S Ex-Mill	3180	3180	Unch
	UP- Dhampur Grade L Ex-Mill	3250	3250	Unch
	Mumbai –Grade M	3376	3346	30
	Mumbai –Grade S	3192	3176	16
	Kolhapur – Grade M	3150	3150	Unch
	Kolhapur – Grade S	3050	3050	Unch
	Guhawati – Grade S	3360	3360	Unch
	Shillong – Grade S	3370	3370	Unch
	Vijayawada – Grade M	3620	3580	40
	Vijayawada- Grade S	3480	3440	40
	Nagpur – Grade M	3350	3350	Unch
	Nagpur – Grade S	3250	3250	Unch
	Kolkata – Grade M	NA	3350	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3005	3005	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	2985	2985	Unch

	Chennai - Grade S	3135	3135	Unch
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Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)

Jaggery(Gur) Spot Prices (Rs/Qtl)				
		25-Jun-14	24-Jun-14	Change
Muzaffar Nagar	Chaku	3025	3025	Unch
	Chaku(Arrival)	NA	NA	-
	Khurpa(New)	2900	2850	50
	Laddoo(New)	3175	3225	-50
	Rascut	2800	2900	-100
Hapur	Chaurasa	NA	NA	-
	Balti	NA	NA	-
Maharashtra	Lal Variety	3050	3000	50
Bangalore	Achhu	NA	NA	-
	Mudde	3700	3700	Unch
Belgaum	Mudde	2800	NA	-
Belthangadi	Yellow (Average)	NA	3100	-
Bijapur	Achhu	NA	NA	-
Gulbarga	Other (Average)	3150	NA	-
Mahalingapura	Penti (Average)	3040	3040	Unch
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2200	2200	Unch
	Other (Medium)	2300	2300	Unch
	Yellow (Medium)	2350	2350	Unch
Shimoga	Achhu (Average)	3400	3500	-100

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	24-Jun-14
SANGAMNER	S1.PP	3143.00-3162.00
	M.PP	3196.00-3205.00
VENKATESH	M.PP	3200
TUKARAM	S.PP	3073
BHIMA SHANKAR	S.PP	3055.00-3060.00
	M/30	3205
BHAWANI NAGAR	S.PP	3028
	M.PP-M.JB	3128.00-3158.00
SARVODAY	S.PP	3013
	M/30	3113
UDGIRI	S1.PP	3020
	S2.PP	3010
AMBEDKAR	S.PP	2885.00-2895.00
WATEGAON	S1.PP	3025
	S2.PP	3018

WALWA	OLD S.PP	2998
	S.PP	3013
MAHESGAON	S1.PP	3050
	M.P	3090
BHAWANI	S.PP	3028
	S.JB	3058
SHRIGONDA	S.JB	3030
WARANA	S1.PP	3023.00 OPEN
	M.PP	3173.00 OPEN
HUTATMA	S1.PP-S2.PP	3028.00-3018.00
	M.PP	3128
SHARAD	S1.PP	3028.00 OPEN
BIDRI	S1.PP	3058.00 OPEN
	M.PP	3208.00 OPEN
DATT SHIROL	S1.PP	3060.00-3068.00
	M.PP	3175.00-3183.00
DAUND	S.PP-S1.PP	3040.00-3050.00
	M.PP	3150
SANJIVANI	S.PP	3068
	M.PP	3203

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