

## Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key sugar spot markets on Monday.
- International prices are moving downwards with increasing pace of cane crush by Brazilian mills.
- UP millers wants govt to atleast not increase cane prices so that they can reduce losses and can make payments to farmers.
- Center South region Brazilian mills crush 16.3% more cane in the first half of June than in the same period last year. This news give some strength to the bears to pull the market down. However, overall sentiments are bullish due to lower sugar production estimates from Brazil as reported.
- 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. increases 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.
- Gur prices traded steady today in key markets.
- 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
July-14	6.00	3110.00	3127.00	3110.00	3118.00
Aug-14	13.00	3160.00	3168.00	3157.00	3162.00
Sept-14	18.00	3220.00	3225.00	3216.00	3222.00

Contract	Volume	Change	OI	Change
July-14	7210	3840	24750	-4210
Aug-14	3930	1940	25240	-1030
Sept-14	550	160	7690	30

Spread	July-14	Aug-14	Sept-14
Basis			
July-14			
Sept-14			

### NCDEX Stock & Fed Position

Stocks		In-			
		Demat	Process	Total	FED
		28.6.14	28.6.14	28.6.14	23.6.14
Kolhapur M		3639	210	3849	4918
Delhi M		0	0	0	1088
Belgaum M		100	0	100	100
Kolhapur S		10666	210	10876	10138
Sholapur S		1149	0	1149	1149
Sangli S		451	0	0	451
Belgaum S		9670	0	9670	9940
Delhi S		40	0	40	139

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jul-14	9.50	1187.00	1194.00	1182.50	1193.00
Sep-14	14.00	1213.50	1228.00	1213.00	1227.00A
Nov-14	6.50	1122.50	1125.00	1118.00	1124.00

Contract	Volume	Change	OI	Change
Jul-14	1820	900	3760	-20
Sep-14	5280	2320	5610	-10
Nov-14	180	30	420	30

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	391	-
Raw Sugar C&F (\$/MT)	Black Sea	421.00	-
Sugar White FOB (\$/MT)	Santos Port	477.25	-

## 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	487.40	-

## LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
<b>14- Aug</b>	487.2	489.2	480.1	481.1	-6.3
<b>14-Oct</b>	492.7	494.1	484.9	486	-7.3
<b>14-Dec</b>	503.2	505.5	496.4	497.1	-7.4

## ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
<b>14-July</b>	17.59	17.69	16.82	16.85	-0.72
<b>14-Oct</b>	18.7	18.72	18.23	18.32	-0.41
<b>15-Mar</b>	19.8	19.8	19.38	19.49	-0.32

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		30-Jun-14	28-Jun-14	
Sugar	Delhi - Grade M	3450	3400	50
	Delhi - Grade S	3350	3315	35
	Delhi - Grade L	3365	3365	Unch
	UP- Khatauli Grade M	3430	3430	Unch
	UP- Ramala Grade M	NA	NA	-
	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	3336	3346	-10
	Mumbai –Grade S	3176	3176	Unch
	Kolhapur – Grade M	3150	3150	Unch
	Kolhapur – Grade S	3000	3000	Unch
	Guhawati – Grade S	3309	3309	Unch
	Shillong – Grade S	3320	3320	Unch
	Vijayawada – Grade M	3620	3620	Unch
	Vijayawada- Grade S	3480	3480	Unch
	Nagpur – Grade M	3350	3350	Unch
	Nagpur – Grade S	3200	3200	Unch
	Kolkata – Grade M	3430	3320	110
	Chennai - Grade S	3180	3180	Unch

	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3150	3150	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	2985	2985	Unch

Gur Spot Prices (Rs/Qtl)				
		30-Jun-14	28-Jun-14	Change
Muzaffar Nagar	Chaku	3025	3025	Unch
	Arrivals	NA	NA	-
	Khurpa	2900	2900	Unch
	Laddu	3150	3225	-75
	Rascut	2775	2825	-50
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	3100	3050	50
Bangalore	Achhu	NA	NA	-
	Mudde	3600	3600	Unch
Belgaum	Mudde	2700	2700	Unch
Belthangadi	Yellow (Average)	3100	-	-
Bijapur	Achhu	-	2600	-
Gulbarga	Other (Average)	-	-	-
Mahalingapura	Penti (Average)	2990	-	-
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

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