

Sugar & Gur Domestic & International Fundamentals

- Sugar prices declined sharply in key markets due to good amount of supply of sugar by mills.
- Market is waiting for some cues from the govt at present. It is notable that govt is trying to curb any hike in commodity prices specially essential commodities like Sugar, Rice etc which ultimately spread bear sentiments.
- Sugar prices normally move in a negative zone in July period historically due to weak demand and moisture condition due to humid conditions.
- ICE raw sugar delivery smallest for July futures since 2000. It is notable that about 38660 tons of raw sugar will be delivered to settle against July futures that expired in ICE yesterday.
- Food Ministry has sought approval from Cabinet to end the subsidy for raw sugar exports.
- There are rumors of making buffer stock of 40 lac tons by govt.
- 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.
- Gur prices declined today 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 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
July-14	-29	3014	3015	2999	2999
Aug-14	-21	3101	3113	3093	3098
Sept-14	-23	3170	3183	3160	3163

Contract	Volume	Change	OI	Change
July-14	4970	-450	18530	-1340
Aug-14	10130	5190	25430	4440
Sept-14	860	360	8030	230

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

NCDEX Stock & Fed Position

Stocks	Demat	In-		FED
		Process	Total	
	5.7.14	5.7.14	5.7.14	30.6.14
Kolhapur M	461	0	461	3639
Delhi M	0	0	0	0
Belgaum M	100	0	100	100
Kolhapur S	11105	0	11105	10666
Sholapur S	100	0	100	1149
Sangli S	451	0	451	451
Belgaum S	9670	0	9670	9670
Delhi S	40	0	40	40

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jul-14	-8	1185	1188.5	1179.5	1181
Sep-14	-15.5	1222	1229	1211	1213
Nov-14	-6.5	1122	1122	1110.5	1113

Contract	Volume	Change	OI	Change
Jul-14	1350	560	2690	-680
Sep-14	2810	160	6450	270
Nov-14	10	-30	530	0

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	375.75	-
Raw Sugar C&F (\$/MT)	Black Sea	404.75	-
Sugar White FOB (\$/MT)	Santos Port	467.25	-

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	466.20	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14- Aug	467.2	470.9	464.9	470.1	2.6
14-Oct	473.7	473.8	469.3	472.7	-1.9
14-Dec	486.8	486.9	483.6	486.1	-2.6

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	17.9	17.93	17.73	17.81	-0.06
15-Mar	19.3	19.32	19.14	19.21	-0.07
15-May	19.35	19.35	19.21	19.29	-0.03

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

Commodity	Centre	Prices (Rs/Qt)		Change
		7-Jul-14	5-Jul-14	
Sugar	Delhi - Grade M	3400	3425	-25
	Delhi - Grade S	3300	3330	-30
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3400	3400	Unch
	UP- Ramala Grade M	3350	3350	Unch
	UP- Dhampur Grade M Ex-Mill	3300	3300	Unch
	UP- Dhampur Grade S Ex-Mill	3280	3280	Unch
	UP- Dhampur Grade L Ex-Mill	3350	3350	Unch
	Mumbai –Grade M	3326	3326	Unch
	Mumbai –Grade S	3172	3176	-4
	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	NA	NA	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3150	3150	Unch

	Ambikapur (Chattisgarh)- Grade S (Without Duty)	2985	2985	Unch
	Chennai - Grade S	3200	3200	Unch

Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)

Jaggery(Gur) Spot Prices (Rs/Qtl)				
		7-Jul-14	5-Jul-14	Change
Muzaffar Nagar	Chaku	3063	3075	-12
	Chaku(Arrival)	NA	NA	-
	Khurpa(New)	2925	2900	25
	Laddoo(New)	3225	3175	50
	Rascut	2925	3000	-75
Hapur	Chaurasa	NA	NA	-
	Balti	NA	NA	-
Maharashtra	Lal Variety	3150	3150	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	3600	3600	Unch
Belgaum	Mudde	2800	2800	Unch
Belthangadi	Yellow (Average)	3300	3250	50
Bijapur	Achhu	2750	2850	-100
Gulbarga	Other (Average)	3175	3250	-75
Mahalingapura	Penti (Average)	2950	NA	-
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2200	2200	Unch
	Other (Medium)	2300	2300	Unch
	Yellow (Medium)	2350	2350	Unch
Shimoga	Achhu (Average)	3600	3500	100

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