

Sugar & Gur Domestic & International Fundamentals

- Market sentiments followed the same downward trend on Monday i.e. 14th July, 2014 also. It was due to the weakening of demand on one hand and surge in mills supply on the other, along with a fall in export demand on the international market.
- As per ISMA, sugar production is expected to rise by approx. 4% to 25.3 million tonnes in 2014-15; despite a fall in total acreage in U.P for the period which offsets the higher production in Maharashtra and Karnataka.
- Sugar auction worth Rs 175 crore at Muzaffarnagar (meant to repay farmer's debt) proved to be a failure as it didn't provide any respite due to the existing glut in the market.
- Uganda tries to emerge as a new exporter to East African nations but is thrashed by the geo-political tensions and import barriers thereon.
- Current Brazilian cane crushing pace forced LIFFE speculator to cut their future demand by 1942 lots from 4531 lots (as on 8th July, 2014).
- According to Rabobank, Sugar consumption outpace demand by 9 lac tons globally thanks to lower sugar production in Brazil and Thailand.
- Prices of gur improved today in key benchmark market Muzaffar nagar due to good demand at lower levels. It is notable that gur stock is less this year in cold storage compared to last year which likely to give bullish sentiments in the long run.
- Total around 1147000 bags of gur stored in cold storages till 7th July 2014 higher compared to 940000 bags at same period last year.

Outlook: Sugar prices are currently moving in a range with weaker tone due to lackluster trade. However, upcoming festive demand likely to increase sugar prices in the medium term as expected.

NCDEX Sugar Future Quotes (as on 06:15 p.m)

Contract	+/-	Open	High	Low	Close
July-14	26.00	2955.00	2993.00	2955.00	2981.00
Aug-14	2.00	3082.00	3095.00	3080.00	3089.00
Sept-14	8.00	3175.00	3189.00	3167.00	3180.00

Contract	Volume	Change	OI	Change
July-14	220	-4370	8350	-660
Aug-14	1320	-3090	22830	90
Sept-14	330	-310	9440	240

Spread	July-14	Aug-14	Sept-14
Basis	144		
July-14		108	199
Sept-14			91

NCDEX Stock & Fed Position

Stocks		In-		Total	FED
		Demat	Process		
		12.7.14	12.7.14	12.7.14	7.7.14
Kolhapur M		461	280	741	461
Delhi M		0	0	0	0
Belgaum M		100	0	100	100
Kolhapur S		11695	280	11975	11105
Sholapur S		100	0	100	100
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
July-14	0.00	1180.00	1180.00	1176.00	1179.00
Sep-14	-1.00	1212.50	1217.00	1208.50	1211.50
Nov-14	1.50	1110.50	1115.00	1107.50	1115.00

Contract	Volume	Change	OI	Change
Jul-14	250	-670	620	-240
Sep-14	2640	-1360	6550	850
Nov-14	140	-300	1020	40

Spread	July-14	Sept-14	Nov-14
Basis	47		
July-14		32.5	-64
Sept-14			-96.5

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	494000	53000	196000	897000
2013	685000	121000	170000	1099000

As on 14th July, 2014

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	364.25	-
Raw Sugar C&F (\$/MT)	Black Sea	393.50	-
Sugar White FOB (\$/MT)	Santos Port	453.50	-

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	451.70	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14- Aug	457.80	457.90	454.00	454.30	-4.80
14-Oct	471.40	471.70	469.00	470.80	-2.30
14-Dec	486.50	487.60	484.90	487.40	-0.60

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	17.29	17.29	17.00	17.07	-0.22
15-Mar	18.94	18.94	18.78	18.86	-0.09
15-May	19.07	19.07	18.92	19.04	-0.03

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		14-Jul-14	12-Jul-14	
Sugar	Delhi - Grade M	3370	3390	-20
	Delhi - Grade S	3285	3285	Unch
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3400	3430	-30
	UP- Ramala Grade M	3310	3320	-10
	UP- Dhampur Grade M Ex-Mill	3330	3350	-20
	UP- Dhampur Grade S Ex-Mill	3310	3330	-20
	UP- Dhampur Grade L Ex-Mill	3380	3400	-20
	Mumbai –Grade M	3340	3342	-2
	Mumbai –Grade S	3196	3203	-7
	Kolhapur – Grade M	3125	3150	-25
	Kolhapur – Grade S	2975	3000	-25
	Guhawati – Grade S	3284	3309	-25
	Shillong – Grade S	3295	3320	-25
	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	3330	NA	-
	Chennai - Grade S	3200	3200	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3125	3150	-25
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3000	2985	15

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

Gur Spot Prices (Rs/Qtl)				
		14-Jul-14	12-Jul-14	Change
Muzaffar Nagar	Chaku	3063	3100	-37
	Arrivals	NA	NA	-
	Khurpa	2950	2875	75
	Laddu	3225	NA	-
	Rascut	2950	2875	75
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	3150	3150	Unch
Bangalore	Achhu	NR	NR	-
	Mudde	3750	NR	-
Belgaum	Mudde	3000	3000	Unch
Belthangadi	Yellow (Average)	3300	NR	-
Bijapur	Achhu	2900	NR	-
Gulbarga	Other (Average)	NR	NR	-
Mahalingapura	Penti (Average)	2980	NR	-
Mandya	Achhu (Medium)	NR	NR	-
	Kurikatu (Medium)	NR	NR	-
	Other (Medium)	NR	NR	-
	Yellow (Medium)	NR	NR	-
Shimoga	Achhu (Average)	3500	NR	-

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	11-Jul-14
KOLPEWADI	S.PP	2985
	M.PP	3170
BHAIRAVNATH VIHAR	S1.JB	2908
BIDRI	S1.PP	3008
	S2.PP	2998
JAI MAHESH	S.PP	3030
	M.PP	3130
SIDDHESHWAR	S1.PP	2970
	OLD S.PP	2956
HADGAON	S.PP	2991
KUSHUMNAGAR	S.PP	2987
SHRIGONDA	S/30	2965
DAUND	S.PP-S1.PP	2980.00-2990.00
	M.PP	3090
PRAWARA	S1.PP	3035.00-3045.00
	M.PP	3122
BHENDA	S.PP-S1.PP	2970.00-3025.00

	M.PP	3131
MALEGAON	S.PP	2974
	M.PP	3074
BHAWANI NAGAR	S.PP	2988
SANGAMNER	S.PP	2981.00-2990.00
SAMARTH	S.PP-S.JK	2990.00-3031.00
	M.PP	3131
JAWAHAR	S2.PP	2990
	M2.PP-M1.PP	3020.00-3110.00
HAMIDWADA	S1.PP-S2.PP	3008.00-2998.00
	M.JK	3108.00 OPEN
DALMIYA	S2.PP	2980.00 OPEN
	M2.PP-M1.PP	3050.00-3150.00

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