

## Sugar & Gur Domestic & International Fundamentals

- Market sentiments remained steady to weak from last couple of weeks. A rise in production and slacking demand could be cited responsible.
- Cabinet is planning to raise compulsory ethanol blending in petroleum from 5% to 10% for the coming session. The reform is expected to support domestic millers and farmers which could help them to fetch greater revenue.
- Soft loan by Sugar Development Fund (SDF) rose up to a tone of 40% to support ethanol production in the country.
- Tenders are invited for transportation of sugar bag by ECLTND. Opening date and processing fee of tender is quoted as 21<sup>st</sup> July, 2014 and Rs 550 respectively.
- Favorable weather condition in Brazil further added volume to the total output, thus exerting a downward pressure in the global market for the shorter period.
- Chinese sugar import is expected to decline around 50% from 4.54 million metric tons in 2013-14 to 2.2 million metric tons in 2014-15. This is because of an expected surge in domestic sugar production (to 13 million metric tons) this year coupled with sufficient in house stock availability in the nation. Moreover, improvised subsidy policy and weak sugar prices in international market further served as a deterrent to Chinese import.
- Buoyancy in domestic sugar market surpassed Indonesian import requirement for 2013-14.
- 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 06:30 pm)

Contract	+/-	Open	High	Low	Close
July-14	1.00	3000.00	3007.00	2998.00	3007.00
Aug-14	6.00	3046.00	3076.00	3046.00	3060.00
Sept-14	-9.00	3143.00	3164.00	3143.00	3152.00

Contract	Volume	Change	OI	Change
July-14	2340	2240	4740	-3150
Aug-14	4200	2910	22850	30
Sept-14	920	330	9560	260

Spread	July-14	Aug-14	Sept-14
Basis	93		
July-14		53	145
Sept-14			92

### NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
		15.7.14	15.7.14	14.7.14
Kolhapur M	460	350	810	461
Delhi M	0	0	0	0
Belgaum M	100	0	100	100
Kolhapur S	12114	350	12464	11565
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
Jul-14	0.50	1177.00	1177.00	1177.00	1177.00
Sep-14	2.00	1212.00	1212.50	1206.00	1209.50
Nov-14	-3.00	1110.00	1112.50	1103.00	1106.50

Contract	Volume	Change	OI	Change
Jul-14	20	-80	490	-20
Sep-14	1070	-470	6720	200
Nov-14	510	400	1200	190

Spread	July-14	Sept-14	Nov-14
Basis	43		
July-14		32.5	-70.5
Sept-14			-103

### Gur Stock Position

	Chaku	Raskut	Papdi	Total
2014	511000	54000	199000	1147000
2013	712000	124000	180000	940000

## Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	366.00	1.75
Raw Sugar C&F (\$/MT)	Black Sea	394.25	0.75
Sugar White FOB (\$/MT)	Santos Port	451.50	-2.00

## 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	454.30	4.40

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

Contract	Open	High	Low	Close	+/-
14-Oct	457.4	457.4	453	454.3	-1.4
14-Dec	470.5	471.9	468.7	469.7	-0.7
15-Mar	485.4	486.5	483.5	484.9	-0.5

## ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	17.18	17.28	17.15	17.21	0.02
15-Mar	18.75	18.78	18.63	18.68	-0.09
15-May	18.9	18.92	18.78	18.82	-0.09

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		16-Jul-14	15-Jul-14	
Sugar	Delhi - Grade M	3350	3380	-30
	Delhi - Grade S	3250	3275	-25
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3450	3450	Unch
	UP- Ramala Grade M	3310	3310	Unch
	UP- Dhampur Grade M Ex-Mill	3325	3330	-5
	UP- Dhampur Grade S Ex-Mill	3305	3310	-5
	UP- Dhampur Grade L Ex-Mill	3375	3380	-5
	Mumbai -Grade M	3370	3376	-6
	Mumbai -Grade S	3196	3196	Unch
	Kolhapur - Grade M	3100	3100	Unch
	Kolhapur - Grade S	2975	2975	Unch
	Guhawati - Grade S	3284	3284	Unch
	Shillong - Grade S	3295	3295	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	3320	3330	-10
	Chennai - Grade S	3150	3150	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3125	3125	Unch

	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3000	3000	Unch
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Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)

Gur Spot Prices (Rs/Qtl)				
		16-Jul-14	15-Jul-14	Change
Muzaffar Nagar	Chaku	3050	3038	12
	Arrivals	NA	NA	-
	Khurpa	2975	2950	25
	Laddu	3200	3175	25
	Rascut	2975	3000	-25
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	3150	3150	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	3700	3750	-50
Belgaum	Mudde	3050	NA	-
Belthangadi	Yellow (Average)	3300	3300	Unch
Bijapur	Achhu	NA	NA	-
Gulbarga	Other (Average)	NA	NA	-
Mahalingapura	Penti (Average)	2940	2960	-20
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2350	2350	Unch
	Other (Medium)	2400	2400	Unch
	Yellow (Medium)	2450	2450	Unch
Shimoga	Achhu (Average)	3500	NA	-

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	15-Jul-14
INDAPUR	S.PP	2958
	M.PP	3023
DAUND	S.PP-S1.PP	2990.00-3000.00
	M.PP	3100
AMBEDKAR	S1.PP	2960.00-2966.00
CHOPDA	A1.PP	3165
	M.PP	3220
ASHOK NAGAR	S.PP	2977.00-2981.00
	M.PP	3100
KOLPEWADI	S.PP	2981
	M.PP	3180
NATURAL	S.PP	2988
	M.PP	3088
MALINAGAR	S.PP	2968
	S.JK	2988
SANT DAMAJI	S.PP	2971.00-2978.00

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