

Sugar & Gur Domestic & International Fundamentals

- Market sentiment remained subdued and is expected to follow the same trend in subsequent weeks. A flimsy and sloppy demand conjuncted with an out-bound supply structure could be cited responsible.
- Total acreage area in China is likely to decline by 4.27% year-on-year basis for this planting session, 2014-15. This is because of a probable shift in cropping pattern towards other high yielding crops such as cereals and vegetables..
- Tenders are invited by Rajarambapu Patil Sahakari Sakhar Karkhana Ltd. for expansion and modification of its plant capacity from 4000 to 7000 TCD. Opening date for tenders is 14th Aug,2014.
- Mergers & Acquisition of smaller sugar units into larger mills are expected in Brazil as a response of declining revenue trend observed from sugar sales in last few years.
- Thailand may undergo a major shift in its production policy as the subsidy program allowed for rice production lapsed few months back entailing domestic farmers to diverge their investment towards sugar industry. As a result, the country's sugar production is likely to boost by 0.71 million metric tons for 2014-15 from 11.29 million tons sugar produced last year.
- Indonesian sugar market remained buoyant with output surging up to 2.5 million tons this year. However, the market was expected to climb further if not back lashed by El Nino effect.
- 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 (Market closed)

Contract	+/-	Open	High	Low	Close
Aug-14	11.00	3041.00	3066.00	3041.00	3062.00
Sept-14	4.00	3122.00	3140.00	3122.00	3136.00

Contract	Volume	Change	OI	Change
Aug-14	1,730	-140	21910	-730
Sept-14	310	-240	8640	-120

Spread	Aug-14	Sept-14
Basis	38	
Aug-14		74
Sept-14		

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
		19.7.14	19.7.14	14.7.14
Kolhapur M	461	0	461	461
Delhi M	0	0	0	0
Belgaum M	100	0	100	100
Kolhapur S	12614	0	12614	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
Sep-14	-2.50	1209.50	1210.00	1206.00	1207.00
Nov-14	-21.00	1095.00	1095.00	1066.00	1067.50
Dec-14	-26.00	1079.50	1079.50	1050.00	1054.00

Contract	Volume	Change	OI	Change
Sep-14	1260	1030	6190	6160
Nov-14	1240	-30	2100	-4080
Dec-14	1030	670	1100	-700

Spread	Sept-14	Nov-14	Dec-14
Basis	3		
Sept-14		-139.5	-153
Nov-14			-13.5

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	480000	49000	191000	1054000
2013	66100	116000	164000	864000

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	n.a	-
Raw Sugar C&F (\$/MT)	Black Sea	n.a	-
Sugar White FOB (\$/MT)	Santos Port	n.a	-

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	450.20	Unch

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Oct	451	456	449	449.6	-0.6
14-Dec	465.2	468	462	462.8	-1.5
15-Mar	478.1	482.6	477	478	-0.9

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	17.01	17.20	16.93	16.97	0.05
15-Mar	18.35	18.55	18.31	18.34	0.02
15-May	18.54	18.68	18.45	18.47	-0.02

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		21-Jul-14	19-Jul-14	
Sugar	Delhi - Grade M	3350	3370	-20
	Delhi - Grade S	3300	3250	50
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3450	3435	15
	UP- Ramala Grade M	3290	3290	Unch
	UP- Dhampur Grade M Ex-Mill	3340	3325	15
	UP- Dhampur Grade S Ex-Mill	3320	3305	15
	UP- Dhampur Grade L Ex-Mill	3390	3375	15
	Mumbai -Grade M	3346	3346	Unch
	Mumbai -Grade S	3186	3190	-4
	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	3150	3150	Unch
	Kolkata - Grade M	NA	NA	-
	Chennai - Grade S	3150	3125	25
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3125	NA	-

	Ambikapur (Chattisgarh)- Grade S (Without Duty)	NA	3150	-
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Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)

Gur Spot Prices (Rs/Qtl)				
		21-Jul-14	19-Jul-14	Change
Muzaffar Nagar	Chaku	3025	3050	-25
	Arrivals	NA	NA	-
	Khurpa	2950	2975	-25
	Laddu	3075	3213	-138
	Rascut	2850	2925	-75
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	3100	3100	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	NA	3800	-
Belgaum	Mudde	2900	2900	Unch
Belthangadi	Yellow (Average)	3300	3300	Unch
Bijapur	Achhu	NA	2950	-
Gulbarga	Other (Average)	NA	NA	-
Mahalingapura	Penti (Average)	2950	NA	-
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2350	2350	Unch
	Other (Medium)	2400	2400	Unch
	Yellow (Medium)	2450	2450	Unch
Shimoga	Achhu (Average)	3400	3500	-100

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