

Sugar & Gur Domestic & International Fundamentals

- Market sentiment remained dormant with prices fluctuating in between the same sluggish to moderate zone. However, future prices are expected to strengthen in near terms in International sugar exchanges due to a slack in production by Brazil.
- NCDEX is going to launch forward contracts for sugar and maize in which sellers and buyers can mutually do physically trading at specific price, quantity and time. NCDEX launched two different types of segments i.e. fixed and reference price contracts. .
- Following the footsteps of U.P govt., Uttarakhand is also planning to levy 2% tariff on sugar import to the state. This could be seen in light of a protectionist measure to safeguard the local interests, who are struggling hard to sell their production in neighboring states (especially U.P).
- Southern China swamped by typhoon Rammasun expects a possible fall in cane production for the next crushing season 2014-15. However, ample stock availability in the international market at present capped sugar prices in the country.
- Prices of gur improved today in key benchmark market Muzaffar nagar due to good demand at lower levels.
- Total around 864000 bags of gur stored in cold storages till 21st July 2014 lower compared to 1054000 bags at same period last year.
- Gur prices witness artificial firmness at present and likely move down in the coming days due to good stock availability in the Maharashtra markets. It is notable that cane has diverted more towards gur production in Pune and Sangli area this year. In addition to it, market participants is expecting early arrivals of gur for the next marketing year which drive the prices southwards in the medium term.

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

Contract	+/-	Open	High	Low	Close
Aug-14	0.00	3060.00	3075.00	3060.00	3070.00
Sept-14	-5.00	3101.00	3132.00	3101.00	3130.00

Contract	Volume	Change	OI	Change
Aug-14	810	-430	21070	-50
Sept-14	190	-120	9250	80

Spread	Aug-14	Sept-14
Basis	80.00	
Aug-14		60.00
Sept-14		

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
		23.7.14	23.7.14	21.7.14
Kolhapur M	361	0	361	461
Delhi M	0	0	0	0
Belgaum M	100	0	100	100
Kolhapur S	11692	0	11692	11812
Sholapur S	100	0	100	100
Sangli S	301	0	301	301
Belgaum S	9670	0	9670	9670
Delhi S	40	0	40	40

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sep-14	-1.00	1228.00	1228.00	1218.50	1222.00
Nov-14	-2.00	1065.50	1068.00	1065.00	1066.00
Dec-14	0.50	1055.00	1055.00	1053.50	1055.00

Contract	Volume	Change	OI	Change
Sep-14	940	-2260	6890	10
Nov-14	180	-540	2170	20
Dec-14	30	-870	770	-10

Spread	Sept-14	Nov-14	Dec-14
Basis	18		
Sept-14		-156	-167
Nov-14			-11

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

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 23.07.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	362.00	-3.75
Raw Sugar C&F (\$/MT)	Black Sea	390.00	-3.75
Sugar White FOB (\$/MT)	Santos Port	448.00	-3.75

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	447.20	-4.80

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Oct	450	451.7	446	447.2	-4.8
14-Dec	465.9	466.4	461.1	461.9	-4.6
15-Mar	483.8	483.8	479	480.4	-3.9

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	17.19	17.23	16.92	16.96	-0.20
15-Mar	18.71	18.75	18.49	18.54	-0.13
15-May	18.82	18.82	18.66	18.7	-0.09

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		24-Jul-14	23-Jul-14	
Sugar	Delhi - Grade M	3350	3390	-40
	Delhi - Grade S	3300	3300	Unch
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3435	3435	Unch
	UP- Ramala Grade M	3300	3300	Unch
	UP- Dhampur Grade M Ex-Mill	3340	3340	Unch
	UP- Dhampur Grade S Ex-Mill	3320	3320	Unch
	UP- Dhampur Grade L Ex-Mill	3390	3390	Unch
	Mumbai –Grade M	3336	3340	-4
	Mumbai –Grade S	3186	3186	Unch
	Kolhapur – Grade M	3150	3125	25
	Kolhapur – Grade S	3000	2975	25
	Guhawati – Grade S	3309	3284	25
	Shillong – Grade S	3320	3295	25
	Vijayawada – Grade M	3580	3580	Unch
	Vijayawada- Grade S	3460	3460	Unch
	Nagpur – Grade M	3350	3350	Unch
	Nagpur – Grade S	3150	3150	Unch
	Kolkata – Grade M	3360	3360	Unch
	Chennai - Grade S	3150	3150	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3125	3125	Unch

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

Gur Spot Prices (Rs/Qtl)				
		24-Jul-14	23-Jul-14	Change
Muzaffar Nagar	Chaku	3100	3063	38
	Arrivals	NA	NA	-
	Khurpa	2975	2950	25
	Laddu	3225	3188	38
	Rascut	2825	2850	-25
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	3100	3100	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	3800	3800	Unch
Belgaum	Mudde	3000	3000	Unch
Belthangadi	Yellow (Average)	3350	NA	-
Bijapur	Achhu	3095	NA	-
Gulbarga	Other (Average)	NA	NA	-
Mahalingapura	Penti (Average)	3150	3100	50
Mandya	Achhu (Medium)	2400	2400	Unch
	Kurikatu (Medium)	2350	2350	Unch
	Other (Medium)	2400	2400	Unch
	Yellow (Medium)	2400	2400	Unch
Shimoga	Achhu (Average)	3400	3400	Unch

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