

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.
- Central govt. has rejected the plea for increase in sugar import duty from 15% to 40%. Earlier this month, the demand for surge in import duty has been raised by the ailing sugar industry to curb any foreign sugar supply in the country. It is notable that supply situation of sugar is comfortable at domestic end.
- Contrary to the expectations, Brazilian sugar output improved; outraging a total production of 2.55 million tons for the month (till 2nd week of July). In a glimpse of improving future trade market, the diversion had been made (from ethanol to sweetener) so as to offset the lower cane yield in the country.
- The 20th Asia International Sugar Conference (AISC), 2014 will be held in Indonesia from 26-28 Aug, 2014. And the conference will focus upon exchange and evolvement of trade, investment and technology among the major Asian players.
- An additional import permit of 502000 tons raw sugar had been issued by Indonesian govt. for the latter half of the year. As so far, the govt. had permitted 2.6 million tons of sugar as against the targeted plan of 2.8 million tons for the full year.
- 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					
Sept-14					

Contract	Volume	Change	OI	Change
Aug-14				
Sept-14				

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

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	25.7.14	25.7.14	25.7.14	21.7.14
Kolhapur M	201	0	201	461
Delhi M	0	0	0	0
Belgaum M	100	0	100	100
Kolhapur S	10711	0	10711	11812
Sholapur S	100	0	100	100
Sangli S	211	0	211	301
Belgaum S	9670	0	9670	9670
Delhi S	40	0	40	40

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sep-14					
Nov-14					
Dec-14					

Contract	Volume	Change	OI	Change
Sep-14				
Nov-14				
Dec-14				

Spread	Sept-14	Nov-14	Dec-14
Basis			
Sept-14			
Nov-14			

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 25.07.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	359.25	Unch
Raw Sugar C&F (\$/MT)	Black Sea	385.25	-2.25
Sugar White FOB (\$/MT)	Santos Port	446.25	Unch

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	447.60	Unch

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Oct	446.7	449.7	445.5	447.8	0.2
14-Dec	461.7	465	460.7	463.8	1.0
15-Mar	479.5	482.9	478.9	481.8	0.8

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	17.01	17.23	16.98	17.14	0.09
15-Mar	18.66	18.82	18.6	18.77	0.10
15-May	18.82	18.97	18.75	18.92	0.09

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		26-Jul-14	25-Jul-14	
Sugar	Delhi - Grade M	3360	3350	10
	Delhi - Grade S	3280	3300	-20
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3425	3430	-5
	UP- Ramala Grade M	3280	3300	-20
	UP- Dhampur Grade M Ex-Mill	3335	3340	-5
	UP- Dhampur Grade S Ex-Mill	3315	3320	-5
	UP- Dhampur Grade L Ex-Mill	3385	3390	-5
	Mumbai –Grade M	3326	3331	-5
	Mumbai –Grade S	3186	3186	Unch
	Kolhapur – Grade M	3150	3125	25
	Kolhapur – Grade S	3000	3000	Unch
	Guhawati – Grade S	3309	3309	Unch
	Shillong – Grade S	3320	3320	Unch
	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	NA	3360	-
	Chennai - Grade S	3100	3150	-50
	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)				
		26-Jul-14	25-Jul-14	Change
Muzaffar Nagar	Chaku	2950	3000	-50
	Arrivals	NA	NA	-
	Khurpa	2800	2875	-75
	Laddu	3150	3150	Unch
	Rascut	3000	2875	125
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	3100	3100	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	3800	3800	Unch
Belgaum	Mudde	3100	NA	-
Belthangadi	Yellow (Average)	NA	3350	-
Bijapur	Achhu	2975	2975	Unch
Gulbarga	Other (Average)	NA	NA	-
Mahalingapura	Penti (Average)	NA	3140	-
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2350	2350	Unch
	Other (Medium)	2400	2400	Unch
	Yellow (Medium)	2400	2450	-50
Shimoga	Achhu (Average)	3400	3400	Unch

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