

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.
- Rake business has been reported from Bagalkot to Delhi at Rs 3280 per quintal on FOR basis. Jamkhadi sugars is the supplier mill of the sugar stock as reported.
- Reportedly, around 5 rakes business of sugar has been reported from Maharashtra and Karnataka to Delhi till this month. Renuka's Panchganga sugars, Satish sugars and Gangakhedi mill are the major sugar suppliers of these rakes.
- 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.
- 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(As on 05:45 p.m)

Contract	+/-	Open	High	Low	Close
Aug-14	-8.00	3076.00	3078.00	3070.00	3072.00
Sept-14	-9.00	3129.00	3132.00	3126.00	3126.00

Contract	Volume	Change	OI	Change
Aug-14	660	-2,070	21190	-130
Sept-14	30	-270	8980	-340

Spread	Aug-14	Sept-14
Basis	78.00	
Aug-14		54.00
Sept-14		

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	26.7.14	26.7.14	26.7.14	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	0.00	1224.00	1245.00	1205.00	1209.00
Nov-14	-10.00	1055.00	1055.00	1045.00	1048.00
Dec-14	-12.50	1025.00	1045.50	1025.00	1039.00

Contract	Volume	Change	OI	Change
Sep-14	2210	-1160	7860	440
Nov-14	990	200	2680	290
Dec-14	310	30	740	-90

Spread	Sept-14	Nov-14	Dec-14
Basis	-19		
Sept-14		-161	-170
Nov-14			-9

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	574000	48000	187000	837000
2013	635000	111000	153000	996000

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	447.80	0.20

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
		28-Jul-14	26-Jul-14	
Sugar	Delhi - Grade M	3350	3360	-10
	Delhi - Grade S	3282	3280	2
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3425	3425	Unch
	UP- Ramala Grade M	3280	3280	Unch
	UP- Dhampur Grade M Ex-Mill	3335	3335	Unch
	UP- Dhampur Grade S Ex-Mill	3315	3315	Unch
	UP- Dhampur Grade L Ex-Mill	3385	3385	Unch
	Mumbai –Grade M	3340	3326	14
	Mumbai –Grade S	3186	3186	Unch
	Kolhapur – Grade M	3150	3150	Unch
	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	NA	-
	Chennai - Grade S	3100	3100	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)				
		28-Jul-14	26-Jul-14	Change
Muzaffar Nagar	Chaku	2975	2950	25
	Arrivals	NA	NA	-
	Khurpa	2825	2800	25
	Laddu	3150	3150	Unch
	Rascut	2750	3000	-250
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	3150	3100	50
Bangalore	Achhu	NA	NA	-
	Mudde	3800	3800	Unch
Belgaum	Mudde	NA	3100	-
Belthangadi	Yellow (Average)	3350	NA	-
Bijapur	Achhu	3005	2975	30
Gulbarga	Other (Average)	3150	NA	-
Mahalingapura	Penti (Average)	3080	NA	-
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2350	2350	Unch
	Other (Medium)	2400	2400	Unch
	Yellow (Medium)	2450	2400	50
Shimoga	Achhu (Average)	3400	3400	Unch

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