

Sugar & Gur Domestic & International Fundamentals

- Market sentiments remained dormant with price scrawling down towards the end of week. This was due to a deficient market demand together with ample sugar availability both in domestic and global market.
- Sugar prices declined by 1% this week ended 1st August 2014 in Muzaffar Nagar spot market. Weak spot demand, continuous supply pressure from Brazil and Thailand and initial higher sugar production estimate for 2014-15 influence the prices.
- Kolkata (big consuming center of sugar) got 47 rakes of sugar from various sourcing centers like UP and Maharashtra in the period between 15th July to 31st July 2014 as reported.
- India is offering sugar FOB prices at \$500-510 per ton which is comparatively higher compared to Brazil and Thailand sugar FOB prices i.e. \$434 and \$437.70 per ton respectively.
- Sugar future traded low amid ample supply both in domestic as well as international market coincided along heavy rainfall in western India. However, the demand is expected to boost marginally amidst arrival of festival season in India
- Total around 837000 bags of gur stored in cold storages till 28th July 2014 lower compared to 996000 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
	1.8.14	1.8.14	1.8.14	28.7.14
Kolhapur M	201	0	201	201
Delhi M	0	0	0	0
Belgaum M	100	0	100	100
Kolhapur S	10351	0	10351	10711
Sholapur S	50	0	50	100
Sangli S	0	0	0	211
Belgaum S	8432	0	8432	9670
Delhi S	0	0	0	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	574000	48000	187000	837000
2013	635000	111000	153000	996000

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 01.08.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	347.75	4.00
Raw Sugar C&F (\$/MT)	Black Sea	375.75	4.00
Sugar White FOB (\$/MT)	Santos Port	434.00	4.00

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(As on 1 st Aug,14)	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	437.70	2.90

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Oct	437.6	437.8	432.7	435.7	-2
14-Dec	452.1	453	448.1	451.4	-1.2
15-Mar	470.1	471.5	466.6	470.2	-0.8

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	16.48	16.49	16.2	16.35	-0.11
15-Mar	18.25	18.33	18.02	18.2	-0.05
15-May	18.46	18.55	18.25	18.43	-0.03

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		2-Aug-14	1-Aug-14	
Sugar	Delhi - Grade M	3340	3320	20
	Delhi - Grade S	3250	3230	20
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3400	3400	Unch
	UP- Ramala Grade M	3280	3280	Unch
	UP- Dhampur Grade M Ex-Mill	3295	3295	Unch
	UP- Dhampur Grade S Ex-Mill	3275	3275	Unch
	UP- Dhampur Grade L Ex-Mill	3345	3345	Unch
	Mumbai –Grade M	3326	3326	Unch
	Mumbai –Grade S	3192	3192	Unch
	Kolhapur – Grade M	3050	3100	-50
	Kolhapur – Grade S	2950	2950	Unch
	Guhawati – Grade S	3258	3258	Unch
	Shillong – Grade S	3270	3270	Unch
	Vijayawada – Grade M	3550	3550	Unch
	Vijayawada- Grade S	3450	3450	Unch
	Nagpur – Grade M	3350	3350	Unch
	Nagpur – Grade S	3150	3150	Unch
	Kolkata – Grade M	3370	3300	70
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3125	3125	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	NA	NA	-
	Chennai - Grade S	3100	3100	Unch

Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)

Jaggery(Gur) Spot Prices (Rs/Qtl)				
		2-Aug-14	1-Aug-14	Change
Muzaffar Nagar	Chaku	3075	3050	25
	Chaku(Arrival)	NA	NA	-
	Khurpa(New)	2975	2950	25
	Laddoo(New)	3225	3213	12
	Rascut	2975	2950	25
Hapur	Chaursa	NA	NA	-
	Balti	NA	NA	-
Maharashtra	Lal Variety	3100	3100	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	NA	3700	-
Belgaum	Mudde	2900	3000	-100
Belthangadi	Yellow (Average)	3400	3400	Unch
Bijapur	Achhu	2907	2960	-53
Gulbarga	Other (Average)	3500	NA	-
Mahalingapura	Penti (Average)	NA	NA	-
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2350	2350	Unch
	Other (Medium)	2450	2400	50
	Yellow (Medium)	2450	2450	Unch
Shimoga	Achhu (Average)	3400	NA	-

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