

Sugar & Gur Domestic & International Fundamentals

- Market sentiments traded between a firmer to normal zone with price trending up for the day. However, the market is expected to edge down in near terms on back of ample stock availability and deficient demand in the country.
- With the prevailing draught like condition in Brazil, officials predicted a fall in sugar production at the main center-south growing region from 612.9 million-tons to 599.7 million tons for 2014-15(which is much larger than the market estimated view). On a similar note, ethanol production is also expected to decline 0.44 billion liters to 25.56 billion liters for this marketing year.
- Sugar mills in Uttar Pradesh threaten to shut down their crushing operation beginning October, 2014. The millers association reportedly demanded for adopting linkage formula in fixing cane pricing which was subsequently neglected by the state govt.
- The Brazilian export marked a 7% growth from 2.33 million tons to 2.48 million tons on y-o-y basis. However, the total yearly production declined 1.14 million tons from 8.23 million tons to 7.09 million tons this year.
- Total around 785000 bags of gur stored in cold storages till 02nd August 2014 lower compared to 968000 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 (At 05:10 p.m.)

Contract	+/-	Open	High	Low	Close
Aug-14	10.00	3050.00	3068.00	3050.00	3068.00
Sept-14	10.00	3080.00	3090.00	3079.00	3089.00

Contract	Volume	Change	OI	Change
Aug-14	3,620	1,860	14210	-2800
Sept-14	1300	190	9360	640

Spread

	Aug-14	Sept-14
Basis	-18.00	
Aug-14		21.00
Sept-14		

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	7.8.14	7.8.14	7.8.14	4.8.14
Kolhapur M	201	0	201	201
Delhi M	-	-	-	-
Belgaum M	100	0	100	100
Kolhapur S	8888	0	8888	10351
Sholapur S	50	0	50	50
Sangli S	-	-	-	-
Belgaum S	7034	0	7034	7034
Delhi S	-	-	-	-

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sep-14	-8.00	1182.00	1183.00	1175.50	1177.00
Nov-14	-2.00	1020.00	1023.00	1018.00	1020.50
Dec-14	-1.50	1008.00	1010.50	1003.50	1009.00

Contract	Volume	Change	OI	Change
Sep-14	2760	380	7860	60
Nov-14	530	200	2830	170
Dec-14	270	70	730	-40

Spread

	Sept-14	Nov-14	Dec-14
Basis	33		
Sept-14		-156.5	-168
Nov-14			-11.5

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	452000	43000	179000	785000
2013	621000	107000	145000	968000

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 08.08.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	341.50	-10.25
Raw Sugar C&F (\$/MT)	Black Sea	370	-10.25
Sugar White FOB (\$/MT)	Santos Port	428.50	-10.25

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	430.70	-6.10

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Oct	436.9	443.4	430.3	430.7	-6.1
14-Dec	451.1	458	444.6	445	-6
15-Mar	469.7	476.5	463	463.3	-6.1

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	16.33	16.64	16.04	16.05	-0.27
15-Mar	18.01	18.31	17.68	17.7	-0.31
15-May	18.3	18.54	17.97	17.99	-0.28

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		8-Aug-14	7-Aug-14	
Sugar	Delhi - Grade M	3320	3320	Unch
	Delhi - Grade S	3220	3220	Unch
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3380	3385	-5
	UP- Ramala Grade M	3250	3240	10
	UP- Dhampur Grade M Ex-Mill	3200	3280	-80
	UP- Dhampur Grade S Ex-Mill	3180	3260	-80
	UP- Dhampur Grade L Ex-Mill	3250	3330	-80
	Mumbai -Grade M	3336	3332	4
	Mumbai -Grade S	3186	3186	Unch
	Kolhapur - Grade M	3050	3050	Unch
	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	NA	NA	-
	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)				
		8-Aug-14	7-Aug-14	Change
Muzaffar Nagar	Chaku	3025	3000	25
	Chaku(Arrival)	NA	NA	-
	Khurpa(New)	2825	2800	25
	Laddoo(New)	3125	3125	Unch
	Rascut	2750	2825	-75
Hapur	Chaursa	NA	NA	-
	Balti	NA	NA	-
Maharashtra	Lal Variety	3225	3225	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	NA	4300	-
Belgaum	Mudde	2800	2800	Unch
Belthangadi	Yellow (Average)	3400	3400	Unch
Bijapur	Achhu	2970	3000	-30
Gulbarga	Other (Average)	3150	3125	25
Mahalingapura	Penti (Average)	3080	3160	-80
Mandya	Achhu (Medium)	NA	2450	-
	Kurikatu (Medium)	NA	2200	-
	Other (Medium)	NA	2450	-
	Yellow (Medium)	NA	2450	-
Shimoga	Achhu (Average)	NA	3400	-

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