

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.
- The Indian govt. is expected to raise its raw sugar export subsidy from the existing limit of Rs 3300 per tons to Rs 3371 per tons for August-September, 2014. This could respite the Indian sugar millers who are currently incurring losses due to lower remunerative prices against high cane prices.
- With the opening of fourth sugar factory in the state, Chhattisgarh is now expected to emerge as a self-sufficient producer posing a capacity of 100000 mt of sugar annually.
- Sugar floor prices in Indonesia had been raised up to a level of Rp 8,500 per kilogram from the previous level of Rp 8,250 per kilogram in May. The news comes as a great relief to the local farmers who could now expect a greater remuneration for their yield. Moreover, the govt. had also adopted a stricter distribution policy to avert any leakages out of imported raw sugar in the country.
- 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

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
	8.8.14	8.8.14	8.8.14	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					
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	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(As on 8thAug,2014)	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	430.70	- 6.1

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Oct	430.8	434.1	430.1	433.3	2.6
14-Dec	445	448.8	443.9	448	3
15-Mar	463.3	466.8	462.3	466.5	3.2

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	16.08	16.2	16.01	16.14	0.09
15-Mar	17.7	17.84	17.67	17.78	0.08
15-May	18	18.11	17.95	18.08	0.09

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		9-Aug-14	8-Aug-14	
Sugar	Delhi - Grade M	3300	3320	-20
	Delhi - Grade S	3200	3220	-20
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3380	3380	Unch
	UP- Ramala Grade M	3240	3250	-10
	UP- Dhampur Grade M Ex-Mill	3200	3200	Unch
	UP- Dhampur Grade S Ex-Mill	3180	3180	Unch
	UP- Dhampur Grade L Ex-Mill	3250	3250	Unch
	Mumbai –Grade M	3336	3336	Unch
	Mumbai –Grade S	3186	3186	Unch
	Kolhapur – Grade M	3075	3050	25
	Kolhapur – Grade S	2975	2950	25
	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	-
	Chennai - Grade S	3100	3100	Unch

	Ambikapur (Chattisgarh)- Grade M (Without Duty)	NA	NA	-
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3100	3100	Unch

Gur Spot Prices (Rs/Qtl)				
		9-Aug-14	8-Aug-14	Change
Muzaffar Nagar	Chaku	3025	3025	Unch
	Arrivals	NA	NA	-
	Khurpa	2825	2825	Unch
	Laddu	3125	3125	Unch
	Rascut	2750	2750	Unch
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	3225	3225	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	NA	NA	-
Belgaum	Mudde	3000	2800	200
Belthangadi	Yellow (Average)	NA	3400	-
Bijapur	Achhu	NA	2970	-
Gulbarga	Other (Average)	3150	3150	Unch
Mahalingapura	Penti (Average)	NA	3080	-
Mandya	Achhu (Medium)	NA	NA	-
	Kurikatu (Medium)	NA	NA	-
	Other (Medium)	NA	NA	-
	Yellow (Medium)	NA	NA	-
Shimoga	Achhu (Average)	NA	NA	-

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