

Sugar & Gur Domestic & International Fundamentals

- Market sentiments remained buoyant with price trending up for the day. However, the briskness is expected to fade soon with the prevailing glut and absence of export orders from the country.
- Cane production in U.P is expected to decline for 2013-14 as the major crop growing belt has been fully submerged due to heavy rain flooding in the state. However, nothing in concrete can be said for now as the govt. needs to evaluate other supplementary factors as well.
- A major dispute out surged between sugar and food department in Uttarakhand over the sale of sugar at a discount for ration-card holders. Reportedly, cabinet had announced the sale of sugar at a rate of Rs32/kg which was fully disowned by the govt. millers who were asking for higher prices for their product.
- Tenders are invited by **UNION TERRITORY OF LAKSHADWEEP** for supply of pds sugar for approximate 950 mt (s-30 grade). Opening date for tenders has been fixed at 9th Sep, 2014.
- Future as well as spot sugar market in China is expected to trend low amid huge stock inventory accumulation within the country accompanied by a large production worldwide.
- Total around 675000 bags of gur stored in cold storages till 19th August 2014 lower compared to 827000 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 trading up due to strong market demand outlook in the country. In addition, upcoming festive demand is also likely to increase sugar prices in the medium term as expected.

NCDEX Sugar Future Quotes (At 05:15 p.m.)

Contract	+/-	Open	High	Low	Close
Aug-14	27.00	3146.00	3150.00	3146.00	3150.00
Sept-14	-19.00	3043.00	3049.00	3035.00	3035.00

Contract	Volume	Change	OI	Change
Aug-14	840	0	1880	-600
Sept-14	1110	-1990	14320	350

Spread	Aug-14	Sept-14
Basis	-90.00	
Aug-14		-115.00
Sept-14		

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	20.8.14	20.8.14	20.8.14	19.8.14
Kolhapur M	852	100	952	852
Delhi M	-	-	-	-
Belgaum M	100	0	100	100
Kolhapur S	9528	100	9628	10507
Sholapur S	50	0	50	50
Sangli S	-	-	-	-
Belgaum S	5737	0	5737	5987
Delhi S	-	-	-	-

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sep-14	-15.00	1149.00	1150.50	1137.00	1137.00
Nov-14	0.00	1001.50	1005.00	1001.50	1003.50
Dec-14	-3.00	992.00	994.00	990.00	990.00

Contract	Volume	Change	OI	Change
Sep-14	3240	1580	6540	-130
Nov-14	200	-80	2350	-80
Dec-14	230	210	1040	10

Spread	Sept-14	Nov-14	Dec-14
Basis	43		
Sept-14		-133.5	-147
Nov-14			-13.5

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	403000	36000	154000	675000
2013	536000	96000	124000	827000

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 21.08.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	340.50	13.25
Raw Sugar C&F (\$/MT)	Black Sea	372.00	13.25
Sugar White FOB (\$/MT)	Santos Port	434.00	10.00

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	-

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	424.90	4.80

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Oct	419	427	417	424.9	4.8
14-Dec	437.3	445.1	435.7	442.7	4.7
15-Mar	457.7	464.4	455.8	462.6	5

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	15.5	15.77	15.38	15.7	Unch
15-Mar	17.37	17.63	17.29	17.6	Unch
15-May	17.75	18.02	17.7	17.99	Unch

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		21-Aug-14	20-Aug-14	
Sugar	Delhi - Grade M	3280	3280	Unch
	Delhi - Grade S	3200	3200	Unch
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3350	3335	15
	UP- Ramala Grade M	3220	3220	Unch
	UP- Dhampur Grade M Ex-Mill	3230	3230	Unch
	UP- Dhampur Grade S Ex-Mill	3210	3210	Unch
	UP- Dhampur Grade L Ex-Mill	3280	3280	Unch
	Mumbai –Grade M	3332	3336	-4
	Mumbai –Grade S	3166	3172	-6
	Kolhapur – Grade M	3060	3060	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	-
	Chennai - Grade S	3100	3100	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3171	3171	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3135	3135	Unch

Gur Spot Prices (Rs/Qtl)				
		21-Aug-14	20-Aug-14	Change
Muzaffar Nagar	Chaku	2950	2900	50
	Arrivals	NA	NA	-
	Khurpa	2750	2750	Unch
	Laddu	2975	3025	-50
	Rascut	2750	2750	Unch
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	3200	3200	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	4200	4200	Unch
Belgaum	Mudde	2900	-	-
Belthangadi	Yellow (Average)	3400	3400	Unch
Bijapur	Achhu	-	-	-
Gulbarga	Other (Average)	3110	3050	60
Mahalingapura	Penti (Average)	2960	2960	Unch
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	3400	-	-

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