

Sugar & Gur Domestic & International Fundamentals

- Market sentiments traded between firmer to normal zone with price trending up for the day.
- Prequalification are invited by HARYANA STATE FEDERATION OF CONSUMERS COOPERATIVE WHOLESALE STORES LIMITED for Empanelment of Suppliers for Supply of S-30 Crystal Clear Sugar under PDS for the Year 2014-15 through e-Procurement. Opening date for prequalification has been set as 10th Sep, 2014.
- The govt had raised sugar import duty from 15% to 25% on both raw as well as refined sugar. The move was taken to relieve the ailing sugar industry which was struggling hard to match up with the higher cane prices and lower market price for their product. Meanwhile, it is also expected to resolve the problem of accumulated cane arrears in the country which stands at about Rs 6800 crores.
- CACP advocated a 4.3% rise in FRP (to Rs 230/quintal) for sugarcane possessing an average recovery rate of 9.5% for the cropping year 2015-16. It is notable, that the current FRP for cane yield has been fixed at Rs220/quintal (for 9.5% average recovery) and Rs243/quintal (for 10.5% average recovery) for 2014-15 seasons.
- Total around 604000 bags of gur stored in cold storages till 25th August 2014 lower compared to 649000 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 05:05 p.m.)

Contract	+/-	Open	High	Low	Close
Sept-14	-7.00	3055.00	3055.00	3039.00	3042.00

Contract	Volume	Change	OI	Change
Sept-14	850	-570	13920	-370

Spread Sept-14

Basis	8.00
Sept-14	

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	25.8.14	25.8.14	25.8.14	25.8.14
Kolhapur M	852	0	852	852
Delhi M	-	-	-	-
Belgaum M	0	0	0	0
Kolhapur S	9528	0	9528	9528
Sholapur S	0	0	0	-
Sangli S	-	-	-	-
Belgaum S	4829	0	4829	4829
Delhi S	-	-	-	-

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sep-14	-2.00	1122.50	1132.00	1116.00	1123.00
Nov-14	-4.50	1013.00	1019.50	1011.50	1014.00
Dec-14	-2.00	996.50	999.00	993.00	996.50

Contract	Volume	Change	OI	Change
Sep-14	3560	120	6390	-140
Nov-14	390	-320	2600	100
Dec-14	460	-50	1210	-30

Spread Sept-14 Nov-14 Dec-14

Basis	27		
Sept-14		-109	-126.5
Nov-14			-17.5

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	364000	32000	139000	604000
2013	590000	90000	109000	649000

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 25.08.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	336.75	-
Raw Sugar C&F (\$/MT)	Black Sea	366.25	-
Sugar White FOB (\$/MT)	Santos Port	432.75	-

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	425.70	-7.00

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Oct	431	434.4	425	425.7	-7
14-Dec	447.1	449.9	440.7	441.1	-7.4
15-Mar	467.5	469.3	460.4	460.9	-7

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	15.66	15.74	15.3	15.36	-0.28
15-Mar	17.51	17.64	17.27	17.33	-0.18
15-May	17.93	17.99	17.63	17.69	-0.2

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		26-Aug-14	25-Aug-14	
Sugar	Delhi - Grade M	3260	3265	-5
	Delhi - Grade S	3200	3190	10
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3300	3300	Unch
	UP- Ramala Grade M	3235	3220	15
	UP- Dhampur Grade M Ex-Mill	3215	3225	-10
	UP- Dhampur Grade S Ex-Mill	3195	3205	-10
	UP- Dhampur Grade L Ex-Mill	3265	3275	-10
	Mumbai –Grade M	3340	3340	Unch
	Mumbai –Grade S	3172	3176	-4
	Kolhapur – Grade M	3050	3050	Unch
	Kolhapur – Grade S	2950	2950	Unch
	Guhawati – Grade S	3258	3258	0.15
	Shillong – Grade S	3270	3270	Unch
	Vijayawada – Grade M	3540	3540	Unch
	Vijayawada- Grade S	3440	3450	-10
	Nagpur – Grade M	3350	3350	Unch
	Nagpur – Grade S	3150	3150	Unch
	Kolkata – Grade M	3330	3380	-50
	Chennai - Grade S	3100	3100	Unch

	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3151	3151	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3135	3135	Unch

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

Gur Spot Prices (Rs/Qtl)				
		26-Aug-14	25-Aug-14	Change
Muzaffar Nagar	Chaku	2875	2900	-25
	Arrivals	NA	NA	-
	Khurpa	2950	2750	200
	Laddu	3000	NA	-
	Rascut	2700	2750	-50
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	3250	3300	-50
Bangalore	Achhu	NA	NA	-
	Mudde	4100	4200	-100
Belgaum	Mudde	NA	2800	-
Belthangadi	Yellow (Average)	NA	NA	-
Bijapur	Achhu	2950	NA	-
Gulbarga	Other (Average)	3050	NA	-
Mahalingapura	Penti (Average)	2870	2940	-70
Mandya	Achhu (Medium)	3129	3070	59
	Kurikatu (Medium)	NA	NA	-
	Other (Medium)	2794	2789	5
	Yellow (Medium)	3030	3017	13
Shimoga	Achhu (Average)	NA	3500	-

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