

## Sugar & Gur Domestic & International Fundamentals

- Market sentiments traded between firmer to normal zone with price trending up for the day.
- Tenders are invited by KAITHAL CO-OPERATIVE SUGAR MILLS LIMITED for sugar handling contract for crushing season 2014-15. Opening date for tenders has been fixed at 10<sup>th</sup> Sep, 2014.
- In an attempt to increase sugar production in Thailand, govt. is planning to expand the area under cane cultivation by allocating more state-owned land towards the crop and suggesting a crop switch to the farmers. The plan is also expected to boost sugar production by approximately 1 million tons for cropping season 2015-16.
- Three new variety sugarcane seed Co0403, Co06027, and Co06030 had been developed by the Sugarcane Breeding Institute (SBI), Coimbatore to enhance cane productivity in the area. The variety has been tested well across the nation and is found fruitful in almost all the regions.
- Brazilian cane production estimate for center-south region declined 6% from 580 million tons to 546 million tons for 2014-15. Fluctuating weather condition coupled with lengthening of intra-harvest period could be cited responsible for the change in estimation.
- Total around 604000 bags of gur stored in cold storages till 25<sup>th</sup> 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

Contract	+/-	Open	High	Low	Close
Sept-14					

Contract	Volume	Change	OI	Change
Sept-14				

### Spread Sept-14

Basis

Sept-14

### 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

### NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	27.8.14	27.8.14	27.8.14	25.8.14
Kolhapur M	852	0	852	852
Delhi M	-	-	-	-
Belgaum M	0	0	0	0
Kolhapur S	9328	0	9328	9528
Sholapur S	0	0	0	-
Sangli S	-	-	-	-
Belgaum S	4829	0	4829	4829
Delhi S	-	-	-	-

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 29.08.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	340.50	-
Raw Sugar C&F (\$/MT)	Black Sea	370.50	-
Sugar White FOB (\$/MT)	Santos Port	443.00	-

### 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	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	425.90	-0.40

### LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Oct	426.4	429.1	424.5	426	-0.4
14-Dec	440	443.1	439	441.8	1.2
15-Mar	459.4	462.8	458.2	460.6	0.8

### ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	15.52	15.72	15.48	15.56	-0.02
15-Mar	17.45	17.67	17.42	17.54	0.04
15-May	17.82	18.08	17.82	17.97	0.07

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		29-Aug-14	28-Aug-14	
Sugar	Delhi - Grade M	3250	3260	-10
	Delhi - Grade S	3160	3180	-20
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	Closed	3280	-
	UP- Ramala Grade M	Closed	3190	-
	UP- Dhampur Grade M Ex-Mill	3220	3220	Unch
	UP- Dhampur Grade S Ex-Mill	3200	3200	Unch
	UP- Dhampur Grade L Ex-Mill	3270	3270	Unch
	Mumbai –Grade M	3340	3340	Unch
	Mumbai –Grade S	3172	3172	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	3540	3540	Unch
	Vijayawada- Grade S	3440	3440	Unch
	Nagpur – Grade M	3350	3350	Unch

	Nagpur – Grade S	3150	3150	Unch
	Kolkata – Grade M	NA	NA	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3171	3171	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3135	3135	Unch
	Chennai - Grade S	3080	3080	Unch

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

Jaggery(Gur) Spot Prices (Rs/Qtl)				
		29-Aug-14	28-Aug-14	Change
Muzaffar Nagar	Chaku	Closed	2750	-
	Chaku(Arrival)	Closed	NA	-
	Khurpa(New)	Closed	2700	-
	Laddoo(New)	Closed	2925	-
	Rascut	Closed	2600	-
Hapur	Chaurasa	NA	NA	-
	Balti	NA	NA	-
Maharashtra	Lal Variety	3250	3250	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	NA	4150	-
Belgaum	Mudde	NA	2900	-
Belthangadi	Yellow (Average)	NA	NA	-
Bijapur	Achhu	NA	2980	-
Gulbarga	Other (Average)	NA	3175	-
Mahalingapura	Penti (Average)	NA	3010	-
Mandya	Achhu (Medium)	NA	NA	-
	Kurikatu (Medium)	NA	NA	-
	Other (Medium)	NA	NA	-
	Yellow (Medium)	NA	NA	-
Shimoga	Achhu (Average)	NA	3500	-

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