

Sugar & Gur Domestic & International Fundamentals

- Market sentiments traded between firmer to normal zone with price trending up for Monday.
- 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 10th 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 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 05:30 p.m.)

Contract	+/-	Open	High	Low	Close
Sept-14	-19.00	3032.00	3035.00	3011.00	3015.00

Contract	Volume	Change	OI	Change
Sept-14	1,650	950	12230	-200

Spread Sept-14

Basis	15.00
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Sept-14

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	31.8.14	31.8.14	31.8.14	25.8.14
Kolhapur M	191	0	191	852
Delhi M	-	-	-	-
Belgaum M	0	0	0	0
Kolhapur S	5331	0	5331	9528
Sholapur S	0	0	0	-
Sangli S	-	-	-	-
Belgaum S	3971	0	3971	4829
Delhi S	-	-	-	-

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sep-14	-10.50	1130.00	1131.00	1117.00	1118.00
Nov-14	-40.50	1006.00	1007.00	974.50	974.50
Dec-14	-39.50	989.00	989.00	958.00	958.00

Contract	Volume	Change	OI	Change
Sep-14	2640	-380	6430	720
Nov-14	3650	2990	3190	410
Dec-14	1860	1630	1400	60

Spread Sept-14 Nov-14 Dec-14

Basis	0		
Sept-14		-118	-136.5
Nov-14			-18.5

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	325000	28000	124000	532000
2013	445000	82000	94000	671000

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 01.09.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	337.50	-
Raw Sugar C&F (\$/MT)	Black Sea	367.50	-
Sugar White FOB (\$/MT)	Santos Port	438.50	-

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 29.08.14)	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	423.10	-2.80

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Oct	427.9	428.9	422.1	423.1	-2.8
14-Dec	444.5	444.5	437.8	438.9	-2.9
15-Mar	462.1	462.5	456.5	457.4	-3.2

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	15.6	15.7	15.41	15.49	-0.07
15-Mar	17.55	17.64	17.39	17.44	-0.1
15-May	17.99	18.07	17.81	17.88	-0.09

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		1-Sep-14	30-Aug-14	
Sugar	Delhi - Grade M	3225	3300	-75
	Delhi - Grade S	NA	3200	-
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3280	3285	-5
	UP- Ramala Grade M	NA	3200	-
	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	NA	3050	-
	Kolhapur – Grade S	NA	2950	-
	Guhawati – Grade S	NA	3258	-
	Shillong – Grade S	NA	3270	-
	Vijayawada – Grade M	3540	3540	Unch
	Vijayawada- Grade S	3440	3440	Unch

	Nagpur – Grade M	3350	3350	Unch
	Nagpur – Grade S	3200	3150	50
	Kolkata – Grade M	NA	NA	-
	Chennai - Grade S	3080	3080	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3161	3171	-10
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3135	3135	Unch

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

Gur Spot Prices (Rs/Qtl)				
		1-Sep-14	30-Aug-14	Change
Muzaffar Nagar	Chaku	2825	2750	75
	Arrivals	NA	NA	-
	Khurpa	2700	2700	Unch
	Laddu	2900	2875	25
	Rascut	2600	2625	-25
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	3250	3250	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	4150	NA	-
Belgaum	Mudde	2800	2800	Unch
Belthangadi	Yellow (Average)	NA	3400	-
Bijapur	Achhu	NA	2925	-
Gulbarga	Other (Average)	3150	3200	-50
Mahalingapura	Penti (Average)	NA	NA	-
Mandya	Achhu (Medium)	NA	3130	-
	Kurikatu (Medium)	NA	2831	-
	Other (Medium)	NA	2852	-
	Yellow (Medium)	NA	3015	-
Shimoga	Achhu (Average)	3500	3500	Unch

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