

Sugar & Gur Domestic & International Fundamentals

- Market sentiments traded between firmer to normal zone with price trending up for Tuesday.
- Thailand reduced its sugar consumption quota from 2.4 million tons to 2.5 million tons for 2013-14. The move was taken in an attempt to increase sugar export from the country at a tone of 8.8 million tons for marketing year 2014.
- Raw sugar export from Brazil declined 8.46% from 2.04 million tons in July to 1.86 million tons this month. The situation is much graving when compared on y-o-y basis, where sugar export turned around 2.68 million tons in Aug, 2013.
- U.P govt announced an additional rebate of Rs6/quintal (on sugarcane) as a spurring step to promote crushing in the state. Reportedly, the millers are now supposed to pay their pending cane arrears at a rate of Rs 280/quintal by end of September.
- As of 28th Aug, 2014, total area occupied under cane cultivation has been reached to 4.72 million hectare, down by 6.2% on y-o-y comparison.
- 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 05:15 p.m.)

Contract	+/-	Open	High	Low	Close
Sept-14	-5.00	3021.00	3021.00	3017.00	3020.00

Contract	Volume	Change	OI	Change
Sept-14	1,000	-650	11590	-640

Spread Sept-14

Basis	5.00
Sept-14	

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	1.9.14	1.9.14	1.9.14	1.9.14
Kolhapur M	191	0	191	191
Delhi M	-	-	-	-
Belgaum M	0	0	0	0
Kolhapur S	5321	0	5321	5321
Sholapur S	0	0	0	-
Sangli S	-	-	-	-
Belgaum S	3971	0	3971	3971
Delhi S	-	-	-	-

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sep-14	-0.50	1117.00	1125.00	1111.00	1117.50
Nov-14	-16.50	971.00	975.50	953.00	958.00
Dec-14	-8.50	956.00	962.50	941.50	949.50

Contract	Volume	Change	OI	Change
Sep-14	3370	730	6280	-150
Nov-14	2050	-1600	3220	30
Dec-14	1010	-850	1570	170

Spread Sept-14 Nov-14 Dec-14

Basis	-7.5		
Sept-14		-159.5	-168
Nov-14			-8.5

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	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	424.60	1.50

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Oct	424.2	426.6	422.3	424.6	1.5
14-Dec	439.7	441.7	438.3	440.6	1.7
15-Mar	457.6	459.1	456.6	457.8	0.4

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
		2-Sep-14	1-Sep-14	
Sugar	Delhi - Grade M	3240	3225	15
	Delhi - Grade S	NA	NA	-
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3280	3280	Unch
	UP- Ramala Grade M	NA	NA	-
	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	3200	3340	-140
	Mumbai –Grade S	3166	3172	-6
	Kolhapur – Grade M	3025	NA	-
	Kolhapur – Grade S	2925	NA	-
	Guhawati – Grade S	3233	NA	-
	Shillong – Grade S	3245	NA	-
	Vijayawada – Grade M	3540	3540	Unch
	Vijayawada- Grade S	3440	3440	Unch
	Nagpur – Grade M	3350	3350	Unch

	Nagpur – Grade S	3200	3200	Unch
	Kolkata – Grade M	NA	NA	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3161	3161	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)				
		2-Sep-14	1-Sep-14	Change
Muzaffar Nagar	Chaku	2775	2825	-50
	Chaku(Arrival)	NA	NA	-
	Khurpa(New)	2625	2700	-75
	Laddoo(New)	2813	2900	-87
	Rascut	2600	2600	Unch
Hapur	Chaurasa	NA	NA	-
	Balti	NA	NA	-
Maharashtra	Lal Variety	3250	3250	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	4150	4150	Unch
Belgaum	Mudde	NA	2800	-
Belthangadi	Yellow (Average)	3400	NA	-
Bijapur	Achhu	3040	NA	-
Gulbarga	Other (Average)	3150	3150	Unch
Mahalingapura	Penti (Average)	3180	NA	-
Mandya	Achhu (Medium)	NA	NA	-
	Kurikatu (Medium)	NA	NA	-
	Other (Medium)	NA	NA	-
	Yellow (Medium)	NA	NA	-
Shimoga	Achhu (Average)	3400	3500	-100

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