

Sugar & Gur Domestic & International Fundamentals

- Market sentiments traded between weaker to normal zone with price falling down for the day.
- The Allahabad high court had extended the date for payment of cane arrears in U.P to 31st Oct, 2014. Reportedly, the govt. had earlier announced 30th Sep as the last date for payment of arrears.
- 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.
- Total around 456000 bags of gur stored in cold storages till 07th Sep, 2014 lower compared to 588000 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	-44.00	2999.00	3005.00	2964.00	2965.00

Contract	Volume	Change	OI	Change
Sept-14	2,370	720	7230	-1500

Spread Sept-14

Basis	35.00
Sept-14	

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	6.9.14	6.9.14	6.9.14	1.9.14
Kolhapur M	0	0	0	191
Delhi M	-	-	-	-
Belgaum M	0	0	0	0
Kolhapur S	5221	0	5221	5321
Sholapur S	0	0	0	-
Sangli S	-	-	-	-
Belgaum S	229	0	229	3971
Delhi S	-	-	-	-

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sep-14	-8.50	1126.50	1132.50	1120.00	1122.50
Nov-14	-10.50	970.00	974.00	967.00	968.00
Dec-14	-4.50	962.50	964.00	959.50	962.50

Contract	Volume	Change	OI	Change
Sep-14	2080	-340	5290	-330
Nov-14	1970	200	2700	-480
Dec-14	730	60	1670	-50

Spread Sept-14 Nov-14 Dec-14

Basis	-7.3		
Sept-14		-154.5	-160
Nov-14			-5.5

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	280000	25000	109600	456000
2013	388000	45000	82500	588000

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 05.09.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	346.25	-
Raw Sugar C&F (\$/MT)	Black Sea	376.25	-
Sugar White FOB (\$/MT)	Santos Port	446.25	-

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 05.09.14)	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	417.60	-8.00

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Oct	418.0	418.9	415.0	415.9	-1.7
14-Dec	436.0	436.8	433.1	433.4	-2.6
15-Mar	453.9	455.1	451.1	451.8	-2.3

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	15.13	15.23	15.00	15.00	-0.13
15-Mar	17.3	17.43	17.21	17.23	-0.06
15-May	17.94	17.97	17.75	17.77	-0.06

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		8-Sep-14	6-Sep-14	
Sugar	Delhi - Grade M	3230	3250	-20
	Delhi - Grade S	3180	3200	-20
	Delhi - Grade L	3200	NA	-
	UP- Khatauli Grade M	3270	3300	-30
	UP- Ramala Grade M	3170	3210	-40
	UP- Dhampur Grade M Ex-Mill	3180	3210	-30
	UP- Dhampur Grade S Ex-Mill	3160	3190	-30
	UP- Dhampur Grade L Ex-Mill	3230	3260	-30
	Mumbai –Grade M	NA	3260	-
	Mumbai –Grade S	NA	3162	-
	Kolhapur – Grade M	3000	3000	Unch
	Kolhapur – Grade S	2900	2900	Unch
	Guhawati – Grade S	3207	3207	Unch
	Shillong – Grade S	3220	3220	Unch
	Vijayawada – Grade M	3520	3540	-20
	Vijayawada- Grade S	3420	3440	-20
	Nagpur – Grade M	3350	3350	Unch

	Nagpur – Grade S	3200	3200	Unch
	Kolkata – Grade M	3370	NA	-
	Chennai - Grade S	3070	3070	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3161	3161	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)				
		8-Sep-14	6-Sep-14	Change
Muzaffar Nagar	Chaku	2788	2763	25
	Arrivals	NA	NA	-
	Khurpa	2625	2563	62.5
	Laddu	2925	2950	-25
	Rascut	2525	2575	-50
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	3225	3250	-25
Bangalore	Achhu	NA	NA	-
	Mudde	4200	4200	Unch
Belgaum	Mudde	2900	2900	Unch
Belthangadi	Yellow (Average)	3400	NA	-
Bijapur	Achhu	2490	NA	-
Gulbarga	Other (Average)	NA	3200	-
Mahalingapura	Penti (Average)	3140	NA	-
Mandya	Achhu (Medium)	NA	NA	-
	Kurikatu (Medium)	NA	NA	-
	Other (Medium)	NA	NA	-
	Yellow (Medium)	NA	NA	-
Shimoga	Achhu (Average)	3500	3400	100

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