

## Sugar & Gur Domestic & International Fundamentals

- Market sentiments traded between weaker to normal zone with price falling down on Tuesday.
- NCDEX will be launching forward trading in sugar contract from 25<sup>th</sup> Sep, 2014 wherein the quality, grade and other norms will be decided at the time of signing the contract. In addition, a new category namely, 'Commodity Participant Members (CPM)' will be introduced wherein any farmer or processor could avail membership to the exchange by paying a one-time admission fee of Rs 50,000 and an annual membership fee of Rs 10,000 respectively.
- Mounting piles of unsold stock and prompt supply from global market may pressurize Thai govt. to lower its retail sugar prices in the month ahead. The Thai domestic retail sugar price is currently at 23.5 baht (\$0.73) per kg; about 5 baht higher than it should be, based on a global price of 15 baht.
- Brazilian sugar production continued to gear up high amidst favorable dry weather condition prevailing in the country. Reportedly, Brazil had produced about 20.93 million tons of sugar from 372.7 million tons of cane till 31<sup>st</sup> August, 2014.
- Total around 536000 bags of gur stored in cold storages till 15<sup>th</sup> Sep, 2014 lower compared to 671000 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:** Despite undergoing a hike in import duty, sugar prices fell down amidst abundant stock availability and uninterrupted supply within the nation.

### NCDEX Sugar Future Quotes (At 05:15 p.m.)

Contract	+/-	Open	High	Low	Close
Sep-14					
Oct-14	14.00	2830.00	2842.00	2830.00	2842.00
Dec-14	15.00	2805.00	2826.00	2805.00	2816.00

Contract	Volume	Change	OI	Change
Sep-14	0	-1,070	2250	10
Oct-14	570	-500	6020	-80
Dec-14	520	140	6110	350

Spread	Sept-14	Oct-14	Dec-14
Basis	3000.00		
Sept-14		2842.00	2816.00
Oct-14			-26.00

### NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
		15.9.14	15.9.14	15.9.14
Kolhapur M	250	648	898	250
Delhi M	-	-	-	-
Belgaum M	-	-	-	-
Kolhapur S	5699	648	6347	5699
Sholapur S	-	-	-	-
Sangli S	-	-	-	-
Belgaum S	229	0	229	229
Delhi S	-	-	-	-

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Sep-14	-4.00	1138.00	1140.00	1128.00	1132.00
Nov-14	-4.00	1005.00	1008.00	997.00	999.00
Dec-14	-3.50	987.00	987.00	977.50	982.50

Contract	Volume	Change	OI	Change
Sep-14	430	-10	1850	-390
Nov-14	1610	260	3930	-40
Dec-14	310	120	2010	0

Spread	Sept-14	Nov-14	Dec-14
Basis	-2		
Sept-14		-133	-149.5
Nov-14			-16.5

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	325000	28000	124000	536000
2013	445000	83000	94000	671000

## Brazil Sugar Quotes (Kingsman US\$/MT)(As on 16.09.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	320.00	-
Raw Sugar C&F (\$/MT)	Black Sea	351.00	-
Sugar White FOB (\$/MT)	Santos Port	429.25	-

## 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	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	416.40	6.50

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

Contract	Open	High	Low	Close	+/-
14-Oct	412.2	418.9	410.9	416.4	5.5
14-Dec	431.4	435	428.4	432.5	2.7
15-Mar	442	444.2	438.8	442.8	0.6

## ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	13.8	13.95	13.52	13.67	-0.11
15-Mar	16.31	16.38	16.1	16.27	-0.05
15-May	16.85	16.85	16.61	16.76	-0.06

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		16-Sep-14	15-Sep-14	
Sugar	Delhi - Grade M	3150	3190	-40
	Delhi - Grade S	3120	3090	30
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3250	3250	Unch
	UP- Ramala Grade M	3170	3170	Unch
	UP- Dhampur Grade M Ex-Mill	3150	3160	-10
	UP- Dhampur Grade S Ex-Mill	3130	3140	-10
	UP- Dhampur Grade L Ex-Mill	3200	3210	-10
	Mumbai –Grade M	3252	3260	-8
	Mumbai –Grade S	3086	3086	Unch
	Kolhapur – Grade M	3000	2975	25
	Kolhapur – Grade S	2900	2875	25
	Guhawati – Grade S	3207	3182	25
	Shillong – Grade S	3220	3195	25
	Vijayawada – Grade M	3500	3500	Unch
	Vijayawada- Grade S	3400	3400	Unch
	Nagpur – Grade M	3250	3300	-50
	Nagpur – Grade S	3150	3150	Unch
	Kolkata – Grade M	3300	NA	-

	Chennai - Grade S	3050	3050	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)				
		16-Sep-14	15-Sep-14	Change
Muzaffar Nagar	Chaku	2825	2825	Unch
	Arrivals	NA	NA	-
	Khurpa	NA	NA	-
	Laddu	NA	NA	-
	Rascut	2700	2700	Unch
Seyana	Chaurasa	NA	NA	-
Hapur	Balti	NA	NA	-
Maharashtra	Lal Variety	3150	3150	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	4200	4200	Unch
Belgaum	Mudde	NA	2900	-
Belthangadi	Yellow (Average)	3400	3400	Unch
Bijapur	Achhu	2900	3000	-100
Gulbarga	Other (Average)	3150	3150	Unch
Mahalingapura	Penti (Average)	2940	2900	40
Mandya	Achhu (Medium)	2931	NA	-
	Kurikatu (Medium)	NA	NA	-
	Other (Medium)	2743	NA	-
	Yellow (Medium)	2892	NA	-
Shimoga	Achhu (Average)	3300	3300	Unch

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