

Sugar & Gur Domestic & International Fundamentals

- Market sentiments traded between weaker to normal zone with price falling down for the day.
- Tenders are invited by WEST BENGAL ESSENTIAL COMMODITIES SUPPLY CORPORATION LIMITED for supply of 14087 MT sugar (S-30) per month for six months to be distributed through PDS. Opening date for tenders has been fixed at 29th Sep, 2014.
- Brazil's centre south region (that accounts for 80% of country's cane production) witnessed a 17% decline in sugar production from 3.02 million tons (second half of august) to 2.5 million tons in the first half of September, 2014. Slowdown in cane crushing in the area and a diversion of harvested cane towards ethanol production could be cited responsible for this fall.
- The worst ever draught in 100 years accompanied by an accidental fire in Brazil is likely to move cane production down by almost 15% for cropping year 2014-15.
- As per the new estimates by ISMA; sugar production in the country is likely to range in between 250-255 lakh tons for 2014-15. However, a consolidated figure will be released soon, after making careful evaluation of monsoonal impact on the crop.
- Total around 536000 bags of gur stored in cold storages till 15th 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 are 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 05:35 p.m.)

Contract	+/-	Open	High	Low	Close
Oct-14	7.00	2888.00	2901.00	2882.00	2894.00
Dec-14	12.00	2790.00	2811.00	2790.00	2811.00

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-14	-2.50	977.50	983.00	974.00	976.00
Dec-14	-3.00	968.00	976.00	963.50	966.50

Contract	Volume	Change	OI	Change
Oct-14	180	-900	4430	-40
Dec-14	570	-400	9730	130

Contract	Volume	Change	OI	Change
Nov-14	1600	-190	2300	-410
Dec-14	790	-120	1930	70

Spread	Oct-14	Dec-14
Basis	56.00	
Oct-14		-83.00
Dec-14		

Spread	Nov-14	Dec-14
Basis	114	
Nov-14		-9.5
Dec-14		

NCDEX Stock & Fed Position

Stocks	In-Process			
	Demat	Total	FED	
	24.9.14	24.9.14	24.9.14	22.9.14
Kolhapur M	1800	0	1800	1800
Delhi M	-	-	-	-
Belgaum M	-	-	-	-
Kolhapur S	751	0	751	2749
Sholapur S	-	-	-	-
Sangli S	-	-	-	-
Belgaum S	209	0	209	229
Delhi S	-	-	-	-

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 25.09.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	339.50	-
Raw Sugar C&F (\$/MT)	Black Sea	369.50	-
Sugar White FOB (\$/MT)	Santos Port	432.25	-

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	412.10	2.50

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Oct	411.6	416.6	410.3	415.5	3.4
14-Dec	420.4	425.9	419.6	424.6	3.2
15-Mar	431	436	429.6	434.6	3.3

ICE Raw Sugar Futures (In cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Oct	14.18	14.7	14.1	15	0
14-Dec	15.64	15.96	15.64	16	0
15-Mar	16.14	16.27	16.04	16.23	0.12

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		25-Sep-14	24-Sep-14	
Sugar	Delhi - Grade M	3150	3150	Unch
	Delhi - Grade S	3050	3080	-30
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3210	3210	Unch
	UP- Ramala Grade M	3110	3110	Unch
	UP- Dhampur Grade M Ex-Mill	3115	3115	Unch
	UP- Dhampur Grade S Ex-Mill	3095	3095	Unch
	UP- Dhampur Grade L Ex-Mill	3165	3165	Unch
	Mumbai –Grade M	3192	3192	Unch
	Mumbai –Grade S	3040	3040	Unch
	Kolhapur – Grade M	2950	2950	Unch
	Kolhapur – Grade S	2850	2850	Unch
	Guhawati – Grade S	3157	3157	Unch
	Shillong – Grade S	3170	3170	Unch
	Vijayawada – Grade M	3480	3480	Unch
	Vijayawada- Grade S	3380	3380	Unch
	Nagpur – Grade M	3250	3250	Unch
	Nagpur – Grade S	3150	3150	Unch
	Kolkata – Grade M	NA	NA	-

	Chennai - Grade S	3000	3000	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)				
		25-Sep-14	24-Sep-14	Change
	Chaku	2725	2688	37.5
	Arrivals	NA	NA	-
	Khurpa	NA	NA	-
Seyana	Laddu	NA	NA	-
Hapur	Rascut	2625	2688	-62.5
Maharashtra	Chaurasa	NA	NA	-
Bangalore	Balti	NA	NA	-
	Lal Variety	NA	2850	-
Belgaum	Achhu	NA	NA	-
Belthangadi	Mudde	4200	NA	-
Bijapur	Mudde	3000	NA	-
Gulbarga	Yellow (Average)	3300	NA	-
Mahalingapura	Achhu	2800	NA	-
Mandya	Other (Average)	NA	NA	-
	Penti (Average)	2910	NA	-
	Achhu (Medium)	2866	NA	-
	Kurikatu (Medium)	NA	NA	-
Shimoga	Other (Medium)	2709	NA	-

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