

Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key sugar spot markets on Saturday. Lackluster trade and sluggish demand led the prices steady to weak.
- Millers are unwilling to start their cane crushing operations for the coming marketing year considering higher cane prices and lower sugar prices.
- Rabobank raised its global sugar supply deficit from an earlier estimate of 0.9 million tons to 3.2 million tons for 2014-15. The revision had been made considering prevalent draught like condition in major producing areas and an expected diversion of cane toward ethanol production in Brazil.
- Contrary to the production estimates by leading trading houses, Platts Kingman predicted a 2% surge in Centre-South Brazilian cane output from 562 million tons in 2014/15 to 575 million tons in 2015/16.
- Brazilian sugar export declined 4% from 2.53 million tons in August to 2.42 million tons in the month of September. Also there saw a 12% fall in shipment (from 2.76 million tons) when made comparison on y-o-y basis.
- 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 128650 bags of gur stored in cold storages till 06th Oct, 2014 lower compared to 186470 bags at same period last year.
- Gur prices fell down and are expected to scroll down further amidst 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 currently hovering in a range with weaker tone due to lackluster trade. However, upcoming festive demand likely to increase sugar prices in the medium term as expected.

NCDEX Sugar Future Quotes

Contract	+/-	Open	High	Low	Close
Oct-14					
Dec-14					

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-14					
Dec-14					

Contract	Volume	Change	OI	Change
Oct-14				
Dec-14				

Contract	Volume	Change	OI	Change
Nov-14				
Dec-14				

Spread	Oct-14	Dec-14
Basis		
Oct-14		
Dec-14		

Spread	Nov-14	Dec-14
Basis		
Nov-14		
Dec-14		

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	10.10.14	10.10.14	10.10.14	6.10.14
Kolhapur M	-	-	-	-
Delhi M	-	-	-	-
Belgaum M	-	-	-	-
Kolhapur S	-	-	-	-
Sholapur S	-	-	-	-
Sangli S	-	-	-	-
Belgaum S	-	-	-	-

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	73183	8474	43314	128650
2013	110490	43926	36279	186470

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 10.10.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	333.50	-
Raw Sugar C&F (\$/MT)	Black Sea	365.50	-
Sugar White FOB (\$/MT)	Santos Port	433.50	-

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	430.10	-4.30

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		11-Oct-14	10-Oct-14	
Sugar	Delhi - Grade M	3145	3145	Unch
	Delhi - Grade S	3080	3090	-10
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3230	3235	-5
	UP- Ramala Grade M	3040	3040	Unch
	UP- Dhampur Grade M Ex-Mill	3050	3050	Unch
	UP- Dhampur Grade S Ex-Mill	3030	3030	Unch
	UP- Dhampur Grade L Ex-Mill	3100	3100	Unch
	Mumbai –Grade M	3156	3156	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	3100	3100	Unch
	Kolkata – Grade M	NA	3300	-
	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)				
		11-Oct-14	10-Oct-14	Change
Muzaffar Nagar	Chaku	2625	2525	100
	Arrivals	NA	NA	-
	Khurpa	2800	2775	25
	Laddu	3100	3100	Unch
	Rascut	2500	2375	125
Seyana	Chaurasa	2400	2375	25
Hapur	Balti	2313	2375	-62
Maharashtra	Lal Variety	3000	2700	300
Bangalore	Achhu	NA	NA	-
	Mudde	NA	4200	-
Belgaum	Mudde	2900	2800	100
Belthangadi	Yellow (Average)	NA	3250	-
Bijapur	Achhu	NA	2850	-
Gulbarga	Other (Average)	3150	3175	-25
Mahalingapura	Penti (Average)	NA	NA	-
Mandya	Achhu (Medium)	NA	NA	-
	Kurikatu (Medium)	NA	NA	-
	Other (Medium)	NA	NA	-
	Yellow (Medium)	NA	NA	-
Shimoga	Achhu (Average)	NA	3400	-

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