

## Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key sugar spot markets on Monday. 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.
- Total around 74000 bags of gur stored in cold storages till 13<sup>th</sup> Oct, 2014 lower compared to 75800 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 (At 05:05 p.m.)

Contract	+/-	Open	High	Low	Close
Oct-14	-47.00	2969.00	2969.00	2912.00	2912.00
Dec-14	16.00	2830.00	2849.00	2830.00	2840.00

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-14	3.50	965.00	971.50	965.00	967.00
Dec-14	0.50	966.50	968.00	963.00	963.50

Contract	Volume	Change	OI	Change
Oct-14	230	-370	2520	-300
Dec-14	1090	-850	13800	390

Contract	Volume	Change	OI	Change
Nov-14	1480	470	2260	60
Dec-14	970	630	2850	-140

Spread	Oct-14	Dec-14
Basis	38.00	
Oct-14		-72.00
Dec-14		

Spread	Nov-14	Dec-14
Basis	73	
Nov-14		-3.5
Dec-14		

### NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
		12.10.14	12.10.14	6.10.14
Kolhapur M	-	-	-	-
Delhi M	-	-	-	-
Belgaum M	-	-	-	-
Kolhapur S	-	-	-	-
Sholapur S	-	-	-	-
Sangli S	-	-	-	-
Belgaum S	-	-	-	-
Delhi S	-	-	-	-

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	40000	3000	28000	74000
2013	58000	35000	30000	75800

## Brazil Sugar Quotes (Kingsman US\$/MT)(As on 13.10.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	336.75	-
Raw Sugar C&F (\$/MT)	Black Sea	367.25	-
Sugar White FOB (\$/MT)	Santos Port	434.50	-

## 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	422.40	-7.70

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

Contract	Open	High	Low	Close	+/-
14-Dec	424.6	426.9	421.5	422.4	-3.2
15-Mar	435.6	437	431	432	-4.1
15-May	446.5	447.5	441	441.7	-4.3

## ICE Raw Sugar Futures (In cents/Pound)

Contract	Open	High	Low	Close	+/-
15-Mar	16.68	16.76	16.52	16.55	-0.15
15-May	16.99	17.01	16.8	16.83	-0.16
15-Jul	17.26	17.27	17.1	17.14	-0.13

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		13-Oct-14	12-Oct-14	
Sugar	Delhi - Grade M	3145	3145	Unch
	Delhi - Grade S	3080	3080	Unch
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3230	3230	Unch
	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	3350	3250	100

	Nagpur – Grade S	3150	3100	50
	Kolkata – Grade M	3270	NA	-
	Chennai - Grade S	2950	3000	-50
	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)				
		13-Oct-14	12-Oct-14	Change
Muzaffar Nagar	Chaku	2600	2625	-25
	Arrivals	NA	NA	-
	Khurpa	2750	2800	-50
	Laddu	3100	3100	Unch
	Rascut	2375	2500	-125
Seyana	Chaurasa	Closed	2400	-
Hapur	Balti	Closed	2313	-
Maharashtra	Lal Variety	3000	3000	Unch
Bangalore	Achhu	NA	NA	-
	Mudde	4200	NA	-
Belgaum	Mudde	NA	2900	-
Belthangadi	Yellow (Average)	NA	NA	-
Bijapur	Achhu	2870	NA	-
Gulbarga	Other (Average)	3150	3150	Unch
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)	3400	NA	-

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