

## Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key sugar spot markets today. Lackluster trade and sluggish demand led the prices steady to weak.
- As per the USDA report, Philippines raw sugar production is expected to reach 2.45 million tons for 2013-14 which is 2.7% higher than the figure achieved last year in 2012-13. Favorable weather conditions, higher sugar recovery (from cane) and improved farm yields this marketing year could be cited responsible for the surge.
- A fire broke out in a warehouse at Santos port of Brazil, storing almost 50 thousand tons of sugar at time. Reportedly, the terminal called TEAG (of which the warehouse was a part) is co-jointly owned by Cargill and Biosev, the sugar unit of Louis Dreyfus Commodities. Though the immediate effect of tragedy is not yet felt on prices but is expected to reduce the global glut position in near terms.
- China's sugar import declined 39% y-o-y from 0.59 million tons to 0.36 million tons in the month of September. Similarly, a depreciating domestic currency and ample stock build up within the nation caused total imports to fall by 17.8% to 2.4 million tons in 2014(Jan-Sep).
- 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

Contract	+/-	Open	High	Low	Close
Dec-14	2.00	2782.00	2790.00	2779.00	2790.00

### NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Nov-14	-2.00	967.50	972.50	964.00	966.00
Dec-14	-6.00	975.00	980.00	966.00	966.50

Contract	Volume	Change	OI	Change
Dec-14	600	70	15090	-50

Contract	Volume	Change	OI	Change
Nov-14	610	-920	1530	-180
Dec-14	860	-1050	2210	-200

Spread	Oct-14	Dec-14
Basis	110.00	
Oct-14		
Dec-14		

Spread	Nov-14	Dec-14
Basis	184.00	
Nov-14		0.5
Dec-14		

### NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	21.10.14	21.10.14	21.10.14	20.10.14
Kolhapur M	1649	0	1649	1649
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 22.10.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	343.25	-
Raw Sugar C&F (\$/MT)	Black Sea	372.75	-
Sugar White FOB (\$/MT)	Santos Port	428.25	-

## 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	427.70	0.50

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

Contract	Open	High	Low	Close	+/-
14-Dec	429.2	429.3	421.0	422.1	-5.60
15-Mar	432.5	434.1	426.2	427.6	-5.10
15-May	441.1	441.1	436.4	437.6	-5.40

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

Contract	Open	High	Low	Close	+/-
15-Mar	16.70	16.73	16.36	16.44	-0.24
15-May	16.95	16.97	16.65	16.73	-0.19
15-Jul	17.16	17.21	16.93	16.99	-0.17

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		22-Oct-14	21-Oct-14	
Sugar	Delhi - Grade M	3140	3100	40
	Delhi - Grade S	3090	3070	20
	Delhi - Grade L	3150	NA	-
	UP- Khatauli Grade M	3220	3210	10
	UP- Ramala Grade M	3010	NA	-
	UP- Dhampur Grade M Ex-Mill	NA	NA	-
	UP- Dhampur Grade S Ex-Mill	NA	NA	-
	UP- Dhampur Grade L Ex-Mill	NA	NA	-
	Mumbai –Grade M	3172	3162	10
	Mumbai –Grade S	3040	3040	Unch
	Kolhapur – Grade M	2900	2900	Unch
	Kolhapur – Grade S	2800	2800	Unch
	Guhawati – Grade S	3106	3106	Unch
	Shillong – Grade S	3120	3120	Unch
	Vijayawada – Grade M	3480	3480	Unch
	Vijayawada- Grade S	3380	3380	Unch
	Nagpur – Grade M	3300	3300	Unch

	Nagpur – Grade S	3100	3100	Unch
	Kolkata – Grade M	NA	NA	-
	Chennai - Grade S	Closed	Closed	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3161	3161	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3135	3135	Unch
<b>Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)</b>				

<b>Jaggery(Gur) Spot Prices (Rs/Qtl)</b>				
		<b>22-Oct-14</b>	<b>21-Oct-14</b>	<b>Change</b>
<b>Muzaffar Nagar</b>	Chaku	2875	2875	Unch
	Arrivals	5000	5000	Unch
	Khurpa	2450	2500	-50
	Laddu	2650	2750	-100
	Rascut	2375	2375	Unch
<b>Seyana</b>	Chaurasa	2478	2600	-122
<b>Hapur</b>	Balti	2500	2563	-63
<b>Maharashtra</b>	Lal Variety	3000	3000	Unch
<b>Bangalore</b>	Achhu	NA	NA	-
	Mudde	NA	4200	-
<b>Belgaum</b>	Mudde	NA	NA	-
<b>Belthangadi</b>	Yellow (Average)	NA	NA	-
<b>Bijapur</b>	Achhu	NA	2900	-
<b>Gulbarga</b>	Other (Average)	NA	3050	-
<b>Mahalingapura</b>	Penti (Average)	NA	NA	-
<b>Mandya</b>	Achhu (Medium)	NA	NA	-
	Kurikatu (Medium)	NA	NA	-
	Other (Medium)	NA	NA	-
	Yellow (Medium)	NA	NA	-
<b>Shimoga</b>	Achhu (Average)	NA	3200	-

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