

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 for the day.
- Brazilian govt. furnished an export of 2.1 million tons of raw sugar in October, 2014 compared to 1.7 million tons last month. Also there saw a rise of 0.03 million tons of raw export when made comparison on y-o-y basis.
- Tamil Nadu govt. had exempted purchase tax on sugarcane but imposed an additional 5% VAT on sugar. The act is likely to hurt the local millers who are already facing a stiff price competition from the adjoining areas (amid better recovery and lower cost of production) and draught condition in the state. Reportedly, sugar production in the state declined 43% from 25.99 lakh tons in 2006-07 to 14.73 lakh tons in 2013-14.
- Sudden forecasted Indian raw sugar export of 1.0-1.5 million tons in 2014-15. However, the organization emphasis govt. role in extending export subsidy scheme to attain the desirable figure. Reportedly, India had offered an export subsidy of Rs 3300/tons for export of raw sugar in 2013-14 which significantly boosted the export figure last year.
- Total around 14538 bags of gur stored in cold storages till 27th Oct, 2014 lower compared to 21599 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, lower expected yield in Brazil due to persistent dry weather condition and lengthening of intra-harvest period could stimulate prices in near future.

NCDEX Sugar Future Quotes

Contract	+/-	Open	High	Low	Close
Dec-14					

Contract	Volume	Change	OI	Change
Dec-14				

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

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	04.11.14	04.11.14	04.11.14	04.11.14
Kolhapur M	969	0	969	969
Delhi M	-	-	-	-
Belgaum M	-	-	-	-
Kolhapur S	-	-	-	-
Sholapur S	-	-	-	-
Sangli S	-	-	-	-
Belgaum S	-	-	-	-
Delhi S	-	-	-	-

NCDEX Gur Future Quotes:

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

Contract	Volume	Change	OI	Change
Nov-14				
Dec-14				

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

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	6089	1242	6566	14538
2013	2440	17915	1000	21599

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 04.11.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	328.50	-
Raw Sugar C&F (\$/MT)	Black Sea	355.50	-
Sugar White FOB (\$/MT)	Santos Port	412.50	-

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	416.70	-10.90

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-Dec	416.9	419.4	414.5	415.0	-1.7
15-Mar	414.2	415.6	410.0	410.3	-3.1
15-May	424.4	424	420.0	419.9	-2.5

ICE Raw Sugar Futures (In cents/Pound)

Contract	Open	High	Low	Close	+/-
15-Mar	15.71	15.82	15.50	15.51	-0.17
15-May	16.10	16.18	15.93	15.93	-0.13
15-Jul	16.39	16.50	16.27	16.27	-0.11

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		6-Nov-14	5-Nov-14	
Sugar	Delhi - Grade M	Closed	3090	-
	Delhi - Grade S	Closed	3000	-
	Delhi - Grade L	Closed	NA	-
	UP- Khatauli Grade M	Closed	3150	-
	UP- Ramala Grade M	Closed	3000	-
	UP- Dhampur Grade M Ex-Mill	Closed	3050	-
	UP- Dhampur Grade S Ex-Mill	Closed	3030	-
	UP- Dhampur Grade L Ex-Mill	Closed	3100	-
	Mumbai –Grade M	3000	3036	-36
	Mumbai –Grade S	3196	3196	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	3450	3450	Unch
	Vijayawada- Grade S	3350	3350	Unch
	Nagpur – Grade M	3250	3250	Unch

	Nagpur – Grade S	3050	3050	Unch
	Kolkata – Grade M	3200	3230	-30
	Chennai - Grade S	2925	2925	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	NA	NA	-
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	NA	NA	-
Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)				

Jaggery(Gur) Spot Prices (Rs/Qtl)				
		6-Nov-14	5-Nov-14	Change
Muzaffar Nagar	Chaku	Closed	2375	-
	Arrivals	Closed	8000	-
	Khurpa	Closed	2313	-
	Laddu	Closed	2425	-
	Rascut	Closed	NA	-
Seyana	Chaurasa	Closed	2163	-
Hapur	Balti	Closed	2125	-
Maharashtra	Lal Variety	Closed	2900	-
Bangalore	Achhu	Closed	NA	-
	Mudde	4225	4225	Unch
Belgaum	Mudde	2700	2700	Unch
Belthangadi	Yellow (Average)	3250	NA	-
Bijapur	Achhu	2950	NA	-
Gulbarga	Other (Average)	NA	3125	-
Mahalingapura	Penti (Average)	NA	2910	-
Mandya	Achhu (Medium)	3050	3200	-150
	Kurikatu (Medium)	2500	2550	-50
	Other (Medium)	2650	2750	-100
	Yellow (Medium)	2950	3100	-150
Shimoga	Achhu (Average)	3200	3200	Unch

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>
© 2014 Indian Agribusiness Systems Pvt Ltd.