

Sugar & Gur Domestic & International Fundamentals

- Sugar prices continued its downtrend following reduced demand from stockists and bulk consumers amidst adequate stock positions
- As per the UNICA report, sugar production in Brazil's centre-south region declined 42% from 2.08 million tons (last two weeks of October) to 1.21 million tons in the first two weeks of November. This was due to the severe draught faced by Brazil in early 2014 that resulted into fastening of harvesting process and lesser cane availability by the season end
- India's raw sugar import reaches to its weekly high as the country imported 85.45 thousand tons of sugar (from Brazil) for the week ending 23rd Nov, 2014. Notably, it is the weak Brazilian real currency that supported for the mass purchase made.
- Maharashtra had churned around 36.01 lakh MT of sugarcane (as by 13th Nov, 2014) to produce 2.97 lakh MT of sugar for the new marketing session 2014-15. Notably, 97 sugar mills (both private and co-operative) had participated in the crushing process yielding an average cane recovery of 8.26%.
- Sugar production in Thailand is expected to range in between 10- 11 million tons for MY 2014-15 against a record high of 11.3 million tons the previous year. Hot and humid climate condition coupled with scanty rainfall this year cited cues for this fall in expectation.
- 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.

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 (At 05:05 p.m.)

| Contract | +/- | Open | High | Low | Close |
|----------|--------|---------|---------|---------|---------|
| Dec-14 | -5.00 | 2744.00 | 2744.00 | 2735.00 | 2736.00 |
| Mar-15 | -14.00 | 2816.00 | 2816.00 | 2813.00 | 2815.00 |
| May-15 | -13.00 | 2901.00 | 2906.00 | 2901.00 | 2905.00 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| Dec-14 | 570 | 300 | 10610 | -570 |
| Mar-15 | 100 | 30 | 13640 | 10 |
| May-15 | 30 | -20 | 2280 | 0 |

| Spread | Dec-14 | Mar-15 | May-15 |
|--------|--------|--------|--------|
| Basis | 14 | | |
| Dec-14 | | 79 | 169 |
| Mar-15 | | | 90 |

NCDEX Stock & Fed Position

| Stocks | Demat | In-Process | Total | FED |
|------------|----------|------------|----------|----------|
| | 26.11.14 | 26.11.14 | 26.11.14 | 25.11.14 |
| 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 |
|----------|------|--------|--------|--------|--------|
| Dec-14 | 3.00 | 960.00 | 963.50 | 958.00 | 960.00 |
| Jan-15 | 1.50 | 988.00 | 991.00 | 988.00 | 988.00 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|------|--------|
| Dec-14 | 1740 | 320 | 2160 | -240 |
| Jan-15 | 290 | -530 | 850 | -190 |

| Spread | Dec-14 | Jan-15 |
|--------|--------|--------|
| Basis | 0 | |
| Dec-14 | | 28 |
| Jan-15 | | |

| Gur Stock Position | Chaku | Raskut | Papdi | Total |
|--------------------|-------|--------|-------|-------|
| 2014 | - | - | - | - |
| 2013 | - | - | - | - |

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 27.11.14)

| Commodity | Place | Price | Change |
|-------------------------|-------------|--------|--------|
| Raw Sugar FOB (\$/MT) | Santos Port | 337.75 | 2.75 |
| Raw Sugar C&F (\$/MT) | Black Sea | 365.75 | 2.75 |
| Sugar White FOB (\$/MT) | Santos Port | 417.50 | 2.75 |

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 | 418.70 | 1.00 |

LIFFE Sugar Futures (In US\$/MT)

| Contract | Open | High | Low | Close | +/- |
|----------|-------|-------|-------|-------|-----|
| 15-Mar | 416.5 | 419 | 412.5 | 418.7 | 2.9 |
| 15-May | 427.2 | 429.5 | 424.1 | 429.2 | 2.7 |
| 15-Aug | 438.8 | 440.5 | 436.9 | 440.3 | 2.0 |

ICE Raw Sugar Futures (In cents/Pound)

| Contract | Open | High | Low | Close | +/- |
|----------|-------|-------|-------|-------|------|
| 15-Mar | 16.00 | 16.13 | 15.96 | 16.12 | 0.12 |
| 15-May | 16.41 | 16.48 | 16.33 | 16.47 | 0.11 |
| 15-Jul | 16.61 | 16.64 | 16.51 | 16.63 | 0.09 |

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

| Commodity | Centre | Prices (Rs/Qtl) | | Change |
|-----------|-----------------------------|-----------------|-----------|--------|
| | | 27-Nov-14 | 26-Nov-14 | |
| Sugar | Delhi - Grade M | 2975 | 2900 | 75 |
| | Delhi - Grade S | 2935 | 2875 | 60 |
| | Delhi - Grade L | NA | NA | - |
| | UP- Khatauli Grade M | 3055 | 3055 | Unch |
| | UP- Ramala Grade M | 2930 | 2930 | Unch |
| | UP- Dhampur Grade M Ex-Mill | 2830 | 2830 | Unch |
| | UP- Dhampur Grade S Ex-Mill | 2810 | 2810 | Unch |
| | UP- Dhampur Grade L Ex-Mill | 2880 | 2880 | Unch |
| | Mumbai –Grade M | 3060 | 3125 | -65 |
| | Mumbai –Grade S | 2846 | 2846 | Unch |
| | Kolhapur – Grade M | 2750 | 2800 | -50 |
| | Kolhapur – Grade S | 2650 | 2700 | -50 |
| | Guhawati – Grade S | 2954 | 3004 | -51 |
| | Shillong – Grade S | 2970 | 3020 | -50 |
| | Vijayawada – Grade M | 3380 | 3380 | Unch |
| | Vijayawada- Grade S | 3180 | 3180 | Unch |
| | Nagpur – Grade M | 3100 | 3100 | Unch |

| | | | | |
|--|---|------|------|------|
| | Nagpur – Grade S | 2900 | 2900 | Unch |
| | Kolkata – Grade M | 3000 | 3005 | -5 |
| | Chennai - Grade S | 2900 | 2900 | 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) | | | | |
|-----------------------------------|-------------------|-----------|-----------|--------|
| | | 27-Nov-14 | 26-Nov-14 | Change |
| Muzaffar Nagar | Chaku | 2400 | 2375 | 25 |
| | Arrivals | 10000 | 8000 | 2000 |
| | Khurpa | 2238 | 2225 | 13 |
| | Laddu | 2325 | 2338 | -13 |
| | Rascut | NA | NA | - |
| Seyana | Chaurasa | 2125 | 2138 | -13 |
| Hapur | Balti | 2025 | 2050 | -25 |
| Maharashtra | Lal Variety | 2400 | 2400 | Unch |
| Bangalore | Achhu | NA | NA | - |
| | Mudde | 4000 | 4000 | Unch |
| Belgaum | Mudde | 2800 | 2800 | Unch |
| Belthangadi | Yellow (Average) | 3150 | 3150 | Unch |
| Bijapur | Achhu | 2600 | 2500 | 100 |
| Gulbarga | Other (Average) | 2640 | 2715 | -75 |
| Mahalingapura | Penti (Average) | 2730 | 2510 | 220 |
| Mandya | Achhu (Medium) | NA | 2600 | - |
| | Kurikatu (Medium) | NA | 2300 | - |
| | Other (Medium) | NA | 2350 | - |
| | Yellow (Medium) | NA | 2600 | - |
| Shimoga | Achhu (Average) | 3100 | 3100 | Unch |

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