

Sugar & Gur Domestic & International Fundamentals

- Sugar prices ruled unchanged with little volatility as producers continued selling at prevailing rates on less-than-expected demand.
- Brazilian govt. had sanctioned its bio fuel law for increasing ethanol blending in petrol (from 25% to 27.5%) after meeting the required standard sticks of zero harmful effect of blending .Notably; the country had announced the law this year with the only condition laid that it shouldn't create any adverse impact, either on the environment or to the car's engine.
- 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 imported record level sugar last week as the domestic producers stopped producing raw sugar amid looming uncertainty over govt. export subsidy. Moreover, a depreciating Brazilian real currency and ample stock availability (in Brazil) further landed support for the mass purchase. Reportedly, India imported 85.45 thousand tons of raw sugar from Brazil for the week ending 23rd Nov, 2014.
- 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%.
- 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 05:10 p.m.)

Contract	+/-	Open	High	Low	Close
Dec-14	2.00	2720.00	2727.00	2720.00	2726.00
Mar-15	-8.00	2782.00	2801.00	2780.00	2790.00
May-15	-35.00	2875.00	2899.00	2872.00	2882.00

Contract	Volume	Change	OI	Change
Dec-14	390	-450	9350	-370
Mar-15	440	370	14050	270
May-15	70	-540	2470	30

Spread	Dec-14	Mar-15	May-15
Basis	24		
Dec-14		64	156
Mar-15			92

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	01.12.14	01.12.14	01.12.14	01.12.14
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	-11.00	942.50	944.00	931.50	933.00
Jan-15	-12.50	974.50	974.50	961.50	963.50

Contract	Volume	Change	OI	Change
Dec-14	1670	380	2030	220
Jan-15	1150	200	1100	370

Spread	Dec-14	Jan-15
Basis	-7.8	
Dec-14		30.5
Jan-15		

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

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 01.12.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	323.75	-
Raw Sugar C&F (\$/MT)	Black Sea	351.75	-
Sugar White FOB (\$/MT)	Santos Port	405.00	-

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	407.10	0.20

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
15-Mar	406.0	410.0	403.0	407.1	0.2
15-May	415.9	421.4	414.8	417.5	0.1
15-Aug	428.4	433.2	427.0	429.7	0.7

ICE Raw Sugar Futures (In cents/Pound)

Contract	Open	High	Low	Close	+/-
15-Mar	15.5	15.8	15.4	15.6	Unch
15-May	15.9	16.1	15.7	16.0	0.01
15-Jul	16.1	16.3	16.0	16.2	0.01

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		2-Dec-14	1-Dec-14	
Sugar	Delhi - Grade M	2895	2895	Unch
	Delhi - Grade S	2865	2865	Unch
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3050	3025	25
	UP- Ramala Grade M	2880	2930	-50
	UP- Dhampur Grade M Ex-Mill	2950	2950	Unch
	UP- Dhampur Grade S Ex-Mill	2930	2930	Unch
	UP- Dhampur Grade L Ex-Mill	3000	3000	Unch
	Mumbai –Grade M	3036	3040	-4
	Mumbai –Grade S	2786	2846	-60
	Kolhapur – Grade M	2750	2750	Unch
	Kolhapur – Grade S	2650	2650	Unch
	Guhawati – Grade S	2954	2954	Unch
	Shillong – Grade S	2970	2970	Unch
	Vijayawada – Grade M	3280	3300	-20
	Vijayawada- Grade S	3080	3100	-20
	Nagpur – Grade M	3100	3100	Unch

	Nagpur – Grade S	2900	2900	Unch
	Kolkata – Grade M	NA	3000	-
	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)				
		2-Dec-14	1-Dec-14	Change
Muzaffar Nagar	Chaku	2313	2313	Unch
	Arrivals	6000	12000	-6000
	Khurpa	2125	2150	-25
	Laddu	2288	2303	-15
	Rascut	NA	NA	-
Seyana	Chaurasa	2013	NA	-
Hapur	Balti	2025	NA	-
Maharashtra	Lal Variety	NA	2400	-
Bangalore	Achhu	NA	NA	-
	Mudde	4350	4350	Unch
Belgaum	Mudde	NA	2500	-
Belthangadi	Yellow (Average)	3150	3150	Unch
Bijapur	Achhu	2520	2600	-80
Gulbarga	Other (Average)	2740	2725	15
Mahalingapura	Penti (Average)	2440	NA	-
Mandya	Achhu (Medium)	NA	NA	-
	Kurikatu (Medium)	NA	NA	-
	Other (Medium)	NA	NA	-
	Yellow (Medium)	NA	NA	-
Shimoga	Achhu (Average)	3100	3100	Unch

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