

## Sugar & Gur Domestic & International Fundamentals

- Sugar prices drifted today, dragged down by persistent supplies by millers against subdued domestic demand
- Leading trade house Platts Kingsman expects a global sugar deficit of 1-2 million tons in 2014-15 amidst falling global production and steadily rising consumption this year. Similarly, the industry could face a global deficit of above 3 million tons in 2015-16 as the major sugar producer Brazil is most likely to divert its cane towards ethanol production next year.
- India produced 17.81 lakh tons of sugar till 3<sup>rd</sup> Nov, 2014 which was 56% higher than the quantity produced during the same period last year. Similarly, the country also saw an upsurge in the number of crushing units from 262 (in 2013) to 287 (in 2014) for the same duration.
- 31 sugar mills in Karnataka churned around 3.36 lakh tons of sugar this year (as on 30th Nov, 2014) compared to 3.28 lakh tons of sugar a year back. Crushing had also started recently in states like Gujarat which had produced around 1.6 lakh tons of sugar till 30th Nov, 2014.
- Cane crushing started in U.P and the state had churned around 196.86 lakh quintal of sugarcane to produce 16.91 lakh quintal of sugar till 02<sup>nd</sup> Dec, 2014. Not only this, the cane recovery rate in U.P had also improved from 7.48% in 2013 to 8.59% in 2014.
- Sugar production in Maharashtra for 2014-15 ((till 02<sup>nd</sup> Dec, 2014) stands out at 11.2 lakh tons which is 115% more than the production made last year during same time. Notably, the state crushed 119.1 lakh tons of sugarcane this season ((till 02<sup>nd</sup> Dec, 2014) with an average recovery rate of 9.4%.

**Outlook:** Ample supply, subdued demand and falling crude prices mainly kept pressure on sugar prices. However, the situation is expected to improve soon as Brazil is almost done with the cane crushing and is likely to divert the remaining cane towards ethanol production.

### NCDEX Sugar Future Quotes (At 05: 05 p.m.)

Contract	+/-	Open	High	Low	Close
Dec-14	-8.00	2711.00	2721.00	2708.00	2708.00
Mar-15	9.00	2779.00	2787.00	2763.00	2780.00
May-15	2.00	2870.00	2877.00	2860.00	2863.00

Contract	Volume	Change	OI	Change
Dec-14	870	620	4360	-1270
Mar-15	1200	850	17090	650
May-15	150	10	3360	170

Spread	Dec-14	Mar-15	May-15
Basis	17		
Dec-14		72	155
Mar-15			83

### NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	08.12.14	08.12.14	08.12.14	08.12.14
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	6.00	945.00	953.00	945.00	950.00
Jan-15	4.00	972.00	977.50	972.00	974.00

Contract	Volume	Change	OI	Change
Dec-14	920	540	1400	-120
Jan-15	950	440	1400	110

Spread	Dec-14	Jan-15
Basis	-30	
Dec-14		24
Jan-15		

### Gur

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

## Brazil Sugar Quotes (Kingsman US\$/MT)(As on 05.12.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	314.50	-
Raw Sugar C&F (\$/MT)	Black Sea	345.50	-
Sugar White FOB (\$/MT)	Santos Port	400.00	-

## 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	395.10	-

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

Contract	Open	High	Low	Close	+/-
15-Mar	397.3	400.6	395.6	397.50	2.40
15-May	409.2	411.1	406.5	408.70	2.40
15-Aug	420.9	422.5	419.1	420.40	2.20

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

Contract	Open	High	Low	Close	+/-
15-Mar	15.25	15.43	15.2	15.30	0.16
15-May	15.44	15.75	15.4	15.61	0.12
15-Jul	15.75	15.96	15.7	15.82	0.10

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		9-Dec-14	8-Dec-14	
Sugar	Delhi - Grade M	2950	2950	Unch
	Delhi - Grade S	2900	2900	Unch
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3000	3025	-25
	UP- Ramala Grade M	2830	NA	-
	UP- Dhampur Grade M Ex-Mill	2900	2950	-50
	UP- Dhampur Grade S Ex-Mill	2880	2930	-50
	UP- Dhampur Grade L Ex-Mill	2950	3000	-50
	Mumbai –Grade M	2980	2996	-16
	Mumbai –Grade S	2806	2806	Unch
	Kolhapur – Grade M	2725	2675	50
	Kolhapur – Grade S	2550	2575	-25
	Guhawati – Grade S	2852	2878	-25
	Shillong – Grade S	2870	2895	-25
	Vijayawada – Grade M	3250	3250	Unch
	Vijayawada- Grade S	3050	3050	Unch
	Nagpur – Grade M	3000	3000	Unch

	Nagpur – Grade S	2850	2850	Unch
	Kolkata – Grade M	NA	NA	-
	Chennai - Grade S	2850	2850	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3035	3035	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3035	3035	Unch
<b>Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)</b>				

<b>Jaggery(Gur) Spot Prices (Rs/Qtl)</b>				
		<b>9-Dec-14</b>	<b>8-Dec-14</b>	<b>Change</b>
<b>Muzaffar Nagar</b>	Chaku	2300	2375	-75
	Arrivals	7000	6000	1000
	Khurpa	2175	2175	Unch
	Laddu	2413	2300	113
	Rascut	NA	NA	-
<b>Seyana</b>	Chaurasa	2080	NA	-
<b>Hapur</b>	Balti	2075	NA	-
<b>Maharashtra</b>	Lal Variety	NA	NA	-
<b>Bangalore</b>	Achhu	NA	NA	-
	Mudde	4200	4200	Unch
<b>Belgaum</b>	Mudde	NA	NA	-
<b>Belthangadi</b>	Yellow (Average)	3100	3100	Unch
<b>Bijapur</b>	Achhu	2500	2520	-20
<b>Gulbarga</b>	Other (Average)	2510	2525	-15
<b>Mahalingapura</b>	Penti (Average)	2550	2640	-90
<b>Mandya</b>	Achhu (Medium)	2500	2500	Unch
	Kurikatu (Medium)	2200	2200	Unch
	Other (Medium)	2300	2200	100
	Yellow (Medium)	2500	2500	Unch
<b>Shimoga</b>	Achhu (Average)	2700	2700	Unch

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