

## Sugar & Gur Domestic & International Fundamentals

- Mixed sentiments recorded in key sugar spot markets on Thursday as markets could not find adequate cues to decide the prices either side.
- The govt. of India gave its approval for procurement of ethanol at a rate of Rs 48.50 - 49.50 per litre for blending with petrol. The move is likely to benefit both the millers and cane farmers in the country who can now demand more money for their product.
- Sugar trade likely to get affected due to upcoming Christmas festival.
- 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%.
- Gur prices surged up today in key benchmark market owing to lower arrivals compared to prior day.

**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	-95.00	2673.00	2673.00	2585.00	2591.00
Mar-15	-22.00	2780.00	2784.00	2755.00	2755.00
May-15	6.00	2895.00	2914.00	2860.00	2863.00

Contract	Volume	Change	OI	Change
Dec-14	1700	240	1780	-1410
Mar-15	1890	610	17680	180
May-15	990	830	3610	210

Spread	Dec-14	Mar-15	May-15
Basis	59		
Dec-14		110	192
Mar-15			82

### NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	10.12.14	10.12.14	10.12.14	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	0.50	952.50	953.50	948.00	952.50
Jan-15	9.00	979.00	980.00	973.00	977.00

Contract	Volume	Change	OI	Change
Dec-14	580	-580	460	-430
Jan-15	1250	310	2060	390

Spread	Dec-14	Jan-15
Basis	-33	
Dec-14		18.5
Jan-15		

### Gur Stock Position

	Chaku	Raskut	Papdi	Total
2014	-	-	-	-
2013	-	-	-	-

## Brazil Sugar Quotes (Kingsman US\$/MT)(As on 09.12.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	322.00	-
Raw Sugar C&F (\$/MT)	Black Sea	353.00	-
Sugar White FOB (\$/MT)	Santos Port	409.25	-

## 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	-	-

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

Contract	Open	High	Low	Close	+/-
15-Mar	401.2	405.2	398.5	398.8	-0.10
15-May	412.8	415.4	409	409.4	-0.30
15-Aug	424.3	426.1	420.4	421.1	-0.10

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

Contract	Open	High	Low	Close	+/-
15-Mar	15.54	15.62	15.44	15.47	0.05
15-May	15.94	15.94	15.75	15.78	0.04
15-Jul	16.13	16.14	15.96	15.99	0.04

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		11-Dec-14	10-Dec-14	
Sugar	Delhi - Grade M	2955	2950	5
	Delhi - Grade S	2930	2900	30
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	3000	2950	50
	UP- Ramala Grade M	2870	2870	Unch
	UP- Dhampur Grade M Ex-Mill	2890	2900	-10
	UP- Dhampur Grade S Ex-Mill	2870	2880	-10
	UP- Dhampur Grade L Ex-Mill	2940	2950	-10
	Mumbai -Grade M	2992	2976	16
	Mumbai -Grade S	2802	2802	Unch
	Kolhapur - Grade M	2725	2725	Unch
	Kolhapur - Grade S	2550	2550	Unch
	Guhawati - Grade S	2852	2852	Unch
	Shillong - Grade S	2870	2870	Unch
	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	3000	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

Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)

Gur Spot Prices (Rs/Qtl)				
		11-Dec-14	10-Dec-14	Change
Muzaffar Nagar	Chaku	2400	2300	100
	Arrivals	4000	7000	-3000
	Khurpa	2163	2150	13
	Laddu	2425	2413	13
	Rascut	NA	NA	-
Seyana	Chaurasa	2175	2138	38
Hapur	Balti	2188	2200	-12
Maharashtra	Lal Variety	NA	NA	-
Bangalore	Achhu	NA	NA	-
	Mudde	4200	4200	Unch
Belgaum	Mudde	2700	2700	Unch
Belthangadi	Yellow (Average)	NA	3150	-
Bijapur	Achhu	2600	NA	-
Gulbarga	Other (Average)	2585	2515	70
Mahalingapura	Penti (Average)	2560	2450	110
Mandya	Achhu (Medium)	NA	NA	-
	Kurikatu (Medium)	NA	NA	-
	Other (Medium)	NA	NA	-
	Yellow (Medium)	NA	NA	-
Shimoga	Achhu (Average)	NA	2700	-

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