

Sugar & Gur Domestic & International Fundamentals

- Domestic sugar market traded weak to normal largely on higher supplies against lower domestic demand.
- As per the latest release by IBIS, India imported 63.8 thousand tons of sugar (mainly raw) for the week ending 28th Dec, 2014 which was 27.4% lower than the imports made in the preceding week. On the contrary Indian exports rose 102% from 28.4 thousand tons to 57.6 thousand tons last week.
- The oil marketing companies (OMCs) in India floated their expression of interest (EoI) to procure 97 crore liter of ethanol at a rate of Rs 42 per liter at factory gate. This could motivate the cash strived industry (sugar) to divert its cane towards ethanol production in the country.
- The Australian govt. predicted the country's total sugar production at 4.6 million tons for this marketing year 2014-15. However, the production is projected to decline next year in 2015-16 amidst rising prospects of El Nino weather event during the period.
- Brazil's centre south region churned around 0.37 million tons of sugar in the first two weeks of December which was 51.3% less than the figure achieved during second half of November. Meanwhile, Brazilian ethanol industry showed an upsurge this year with the country producing 25.6 billion liters of ethanol till date.
- An early start of crushing this season (Oct, 2014- Sep, 2015) led India to produce 42.25 lakh tons of sugar (till 15th Dec, 2014) which was 46.9% higher than the figure achieved last year during the same period. Reportedly, 442 Indian sugar mills participated in the crushing process as against 426 mills last year.

Outlook: Sugar prices are currently trading low and are expected to decline further as the country is going through its peak production time that will last for some time from now.

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

Contract	+/-	Open	High	Low	Close
Mar-15	-7.00	2735.00	2744.00	2726.00	2735.00
May-15	-4.00	2790.00	2821.00	2790.00	2805.00
Jul-15	-1.00	2816.00	2853.00	2816.00	2843.00

Contract	Volume	Change	OI	Change
Mar-15	1,100.00	-200.00	19,190.00	600.00
May-15	360.00	20.00	4,950.00	160.00
Jul-15	200.00	-80.00	1,620.00	100.00

Spread	Mar-15	May-15	Jul-15
Basis	-85.00		
Mar-15		70.00	108.00
May-15			38.00

NCDEX Stock & Fed Position

Stocks	Demat 30.12.14	In- Process 30.12.14	Total 30.12.14	FED 29.12.14
Kolhapur M	-	-	-	-
Delhi M	-	-	-	-
Belgaum M	-	-	-	-
Kolhapur S	10	0	10	90
Sholapur S	-	-	-	-
Sangli S	-	-	-	-
Belgaum S	680	0	680	680
Delhi S	-	-	-	-

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-15	-11.00	975.00	978.00	967.00	967.00

Contract	Volume	Change	OI	Change
Jan-15	1400.00	730.00	1420.00	-70.00

Spread	Jan-15
Basis	16.2

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

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 30.12.14)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	309.25	-
Raw Sugar C&F (\$/MT)	Black Sea	338.75	-
Sugar White FOB (\$/MT)	Santos Port	388.25	-

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	387.10	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
15-Mar	386.50	388.60	386.20	387.10	0.90
15-May	396.00	397.50	395.50	396.60	0.80
15-Aug	408.1	409.6	406.9	408.4	0.30

ICE Raw Sugar Futures (In cents/Pound)

Contract	Open	High	Low	Close	+/-
15-Mar	14.61	14.72	14.57	14.61	0.01
15-May	15.02	15.09	14.96	15.01	0.03
15-Jul	15.33	15.41	15.30	15.34	0.03

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		31-Dec-14	30-Dec-14	
Sugar	Delhi - Grade M	2855	2900	-45
	Delhi - Grade S	2825	2870	-45
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	2910	2915	-5
	UP- Ramala Grade M	NA	NA	-
	UP- Dhampur Grade M Ex-Mill	2820	2820	Unch
	UP- Dhampur Grade S Ex-Mill	2800	2800	Unch
	UP- Dhampur Grade L Ex-Mill	2870	2870	Unch
	Mumbai –Grade M	2928	2928	Unch
	Mumbai –Grade S	2756	2752	4
	Kolhapur – Grade M	2650	2650	Unch
	Kolhapur – Grade S	2550	2550	Unch
	Guhawati – Grade S	2852	2852	Unch
	Shillong – Grade S	2870	2870	Unch
	Vijayawada – Grade M	3180	3180	Unch
	Vijayawada- Grade S	3020	3020	Unch
	Nagpur – Grade M	3000	3000	Unch
	Nagpur – Grade S	2800	2800	Unch
	Kolkata – Grade M	2900	NA	-
	Chennai - Grade S	3035	3035	Unch

	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3035	3035	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	2725	2725	Unch

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

Gur Spot Prices (Rs/Qtl)				
		31-Dec-14	30-Dec-14	Change
Muzaffar Nagar	Chaku	2458	2750	-292
	Arrivals	3000	4000	-1000
	Khurpa	2363	2413	-50
	Laddu	2588	2575	13
	Rascut	NA	NA	-
Seyana	Chaurasa	2400	2363	37
Hapur	Balti	2263	2300	-37
Maharashtra	Lal Variety	2500	2500	Unch
BANGALORE Belgaum	Mudde	NA	NA	-
	Mudde	4200	4200	Unch
Belthangadi	Yellow (Average)	2800	NA	-
Bijapur	Achhu	3150	3150	Unch
Gulbarga	Other (Average)	NA	2650	-
Mahalingapura	Penti (Average)	2600	2725	-125
Mandya	Achhu (Medium)	2580	2580	Unch
	Kurikatu (Medium)	2500	2500	Unch
	Other (Medium)	2250	2250	Unch
	Yellow (Medium)	2300	2300	Unch
Shimoga	Achhu (Average)	2500	2500	Unch

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