

## Sugar & Gur Domestic & International Fundamentals

- Sugar prices traded high today as the domestic millers expect some positive export subsidy from Indian government.
- Tenders are invited by MINISTRY OF DEFENCE for Supply of Sugar S 30 at Supply Depot Chennai. Opening date for tender has been fixed at 07th January, 2015.
- Cane SAP In Tamil Nadu for 2014-15 had been fixed at Rs 2650/ tons which include a FRP (Fair Remunerative Price) of Rs 2200/ tons along with an advisory price of Rs 450/ tons. Notably, the cane SAP announced is inclusive of the transportation charge (Rs 100) which is required to move field cane to the respective mills.
- As per the latest report published by IBIS; India imported 63.70 thousand tons of sugar for the week ending 04th Jan, 2014. On the other hand Indian sugar exports declined 46.32% from 57.61 thousand tons to 30.92 thousand tons for the same duration.
- An early start of crushing this season (Oct, 2014- Sep, 2015); particularly in Uttar Pradesh led India to produce 74.61 lakh tons of sugar (till 31st Dec, 2014) which was 27.26% higher than the figure achieved last year during the same period.
- Improved cane recovery coupled with an early start up of mills led Uttar Pradesh, the largest cane producer; to produce 17.21 Lakh tons of sugar by 31st December, 2014 which was 53.80% higher than the sugar crushed during same period in 2013-14. Notably, the state churned around 186 lakh tons of sugarcane till date in 2014-15 as against 128 lakh tons of cane 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 (As on 09<sup>th</sup> Jan, 2015)

| Contract | +/-   | Open    | High    | Low     | Close   |
|----------|-------|---------|---------|---------|---------|
| Mar-15   | 13.00 | 2702.00 | 2764.00 | 2702.00 | 2749.00 |
| May-15   | 15.00 | 2810.00 | 2842.00 | 2810.00 | 2831.00 |
| Jul-15   | 15.00 | 2883.00 | 2900.00 | 2880.00 | 2900.00 |

| Contract | Volume   | Change   | OI        | Change |
|----------|----------|----------|-----------|--------|
| Mar-15   | 2,640.00 | 1,700.00 | 23,380.00 | 590.00 |
| May-15   | 570.00   | 260.00   | 7,260.00  | 90.00  |
| Jul-15   | 70.00    | 0.00     | 1,770.00  | -10.00 |

| Spread | Mar-15 | May-15 | Jul-15 |
|--------|--------|--------|--------|
| Basis  | -99.00 |        |        |
| Mar-15 |        | 82.00  | 151.00 |
| May-15 |        |        | 69.00  |

### NCDEX Stock & Fed Position

| Stocks     | Demat  | In-Process | Total  | FED    |
|------------|--------|------------|--------|--------|
|            | 9.1.15 | 9.1.15     | 9.1.15 | 5.1.15 |
| Kolhapur M | -      | -          | -      | -      |
| Delhi M    | -      | -          | -      | -      |
| Belgaum M  | -      | -          | -      | -      |
| Kolhapur S | 10     | 0          | 10     | 10     |
| Sholapur S | -      | -          | -      | -      |
| Sangli S   | -      | -          | -      | -      |
| Belgaum S  | 160    | 0          | 160    | 680    |
| Delhi S    | -      | -          | -      | -      |

### NCDEX Gur Future Quotes:

| Contract | +/-    | Open    | High    | Low    | Close  |
|----------|--------|---------|---------|--------|--------|
| Jan-15   | -12.00 | 1007.50 | 1009.00 | 987.50 | 994.50 |

| Contract | Volume  | Change   | OI     | Change  |
|----------|---------|----------|--------|---------|
| Jan-15   | 1690.00 | -1640.00 | 190.00 | -700.00 |

| Spread | Jan-15 |
|--------|--------|
| Basis  | 115.50 |

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

## Brazil Sugar Quotes (Kingsman US\$/MT)(As on 05.01.15)

| Commodity               | Place       | Price  | Change |
|-------------------------|-------------|--------|--------|
| Raw Sugar FOB (\$/MT)   | Santos Port | 301.75 | -      |
| Raw Sugar C&F (\$/MT)   | Black Sea   | 331.25 | -      |
| Sugar White FOB (\$/MT) | Santos Port | 380.75 | -      |

## 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 | 390.60         | 3.00   |

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

| Contract | Open | High  | Low   | Close | +/-   |
|----------|------|-------|-------|-------|-------|
| 15-Mar   | 391  | 394   | 389.8 | 392.6 | 0.40  |
| 15-May   | 398  | 401   | 397.9 | 399.8 | -0.30 |
| 15-Aug   | 410  | 412.9 | 409.6 | 411.4 | -0.20 |

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

| Contract | Open  | High  | Low   | Close | +/-  |
|----------|-------|-------|-------|-------|------|
| 15-Mar   | 14.85 | 14.98 | 14.80 | 14.91 | 0.03 |
| 15-May   | 15.13 | 15.29 | 15.13 | 15.20 | 0.01 |
| 15-Jul   | 15.43 | 15.57 | 15.40 | 15.47 | 0.01 |

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

| Commodity | Centre  | Prices (Rs/Qtl) |          | Change |
|-----------|---|-----------------|----------|--------|
|           |   | 10-Jan-15       | 9-Jan-15 |        |
| Sugar     | Delhi - Grade M                                 | 2910            | 2900     | 10     |
|           | Delhi - Grade S                                 | 2880            | 2870     | 10     |
|           | Delhi - Grade L                                 | NA              | NA       | -      |
|           | UP- Khatauli Grade M                            | 2950            | 2940     | 10     |
|           | UP- Ramala Grade M                              | NA              | NA       | -      |
|           | UP- Dhampur Grade M Ex-Mill                     | 2800            | 2800     | Unch   |
|           | UP- Dhampur Grade S Ex-Mill                     | 2780            | 2780     | Unch   |
|           | UP- Dhampur Grade L Ex-Mill                     | 2850            | 2850     | Unch   |
|           | Mumbai –Grade M                                 | 2940            | 2940     | Unch   |
|           | Mumbai –Grade S                                 | 2766            | 2766     | Unch   |
|           | Kolhapur – Grade M                              | 2700            | 2650     | 50     |
|           | Kolhapur – Grade S                              | 2600            | 2550     | 50     |
|           | Guhawati – Grade S                              | 2903            | 2852     | 51     |
|           | Shillong – Grade S                              | 2920            | 2870     | 50     |
|           | Vijayawada – Grade M                            | 3180            | 3180     | Unch   |
|           | Vijayawada- Grade S                             | 3020            | 3020     | Unch   |
|           | Nagpur – Grade M                                | 2950            | 2900     | 50     |
|           | Nagpur – Grade S                                | 2850            | 2825     | 25     |
|           | Kolkata – Grade M                               | 3025            | 2950     | 75     |
|           | Chennai - Grade S                               | 2700            | 2725     | -25    |
|           | 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) |                   |           |          |        |
|--------------------------|-------------------|-----------|----------|--------|
|                          |                   | 10-Jan-15 | 9-Jan-15 | Change |
| Muzaffar Nagar           | Chaku             | 2700      | 2775     | -75    |
|                          | Arrivals          | 2500      | 1500     | 1000   |
|                          | Khurpa            | 2425      | 2450     | -25    |
|                          | Laddu             | 2700      | 2750     | -50    |
|                          | Rascut            | NA        | NA       | -      |
| Seyana                   | Chaurasa          | 2575      | 2500     | 75     |
| Hapur                    | Balti             | 2425      | 2425     | Unch   |
| Maharashtra              | Lal Variety       | 2450      | 2500     | -50    |
| BANGALORE                | Mudde             | NA        | NA       | -      |
| Belgaum                  | Mudde             | NA        | 2700     | -      |
| Belthangadi              | Yellow (Average)  | NA        | NA       | -      |
| Bijapur                  | Achhu             | NA        | 2600     | -      |
| Gulbarga                 | Other (Average)   | 2680      | 2600     | 80     |
| Mahalingapura            | Penti (Average)   | NA        | 2830     | -      |
| Mandya                   | Achhu (Medium)    | NA        | 2600     | -      |
|                          | Kurikatu (Medium) | NA        | 2600     | -      |
|                          | Other (Medium)    | NA        | 2400     | -      |
|                          | Yellow (Medium)   | NA        | 2700     | -      |
| Shimoga                  | Achhu (Average)   | NA        | 2800     | -      |

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