

Sugar & Gur Domestic & International Fundamentals

- Sugar prices traded steady to weak amid growing festive demand and miller's expectation for a positive export subsidy.
- 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 (At 05.05 p.m.)

| Contract | +/- | Open | High | Low | Close |
|----------|--------|---------|---------|---------|---------|
| Mar-15 | -15.00 | 2762.00 | 2762.00 | 2742.00 | 2743.00 |
| May-15 | -4.00 | 2840.00 | 2846.00 | 2840.00 | 2842.00 |
| Jul-15 | -5.00 | 2862.00 | 2895.00 | 2862.00 | 2894.00 |

| Contract | Volume | Change | OI | Change |
|----------|----------|---------|-----------|---------|
| Mar-15 | 1,620.00 | -100.00 | 23,390.00 | -10.00 |
| May-15 | 300.00 | -310.00 | 7,170.00 | -120.00 |
| Jul-15 | 50.00 | -10.00 | 1,790.00 | 20.00 |

| Spread | Mar-15 | May-15 | Jul-15 |
|--------|--------|--------|--------|
| Basis | -93.00 | | |
| Mar-15 | | 99.00 | 151.00 |
| May-15 | | | 52.00 |

NCDEX Stock & Fed Position

| Stocks | Demat | In-Process | Total | FED |
|------------|---------|------------|---------|---------|
| | 12.1.15 | 12.1.15 | 12.1.15 | 12.1.15 |
| Kolhapur M | - | - | - | - |
| Delhi M | - | - | - | - |
| Belgaum M | - | - | - | - |
| Kolhapur S | 10 | 20 | 30 | 10 |
| Sholapur S | - | - | - | - |
| Sangli S | - | - | - | - |
| Belgaum S | 160 | 0 | 160 | 160 |
| Delhi S | - | - | - | - |

NCDEX Gur Future Quotes:

| Contract | +/- | Open | High | Low | Close |
|----------|-------|--------|--------|--------|--------|
| Jan-15 | -5.50 | 980.00 | 980.00 | 978.00 | 980.00 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|--------|--------|
| Jan-15 | 160.00 | 10.00 | 130.00 | 0.00 |

| Spread | Jan-15 |
|--------|--------|
| Basis | -10.00 |

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

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 12.01.15)

| Commodity | Place | Price | Change |
|-------------------------|-------------|--------|--------|
| Raw Sugar FOB (\$/MT) | Santos Port | 321.50 | - |
| Raw Sugar C&F (\$/MT) | Black Sea | 349.50 | - |
| Sugar White FOB (\$/MT) | Santos Port | 399.75 | - |

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 | 388.60 | 3.90 |

LIFFE Sugar Futures (In US\$/MT)

| Contract | Open | High | Low | Close | +/- |
|----------|--------|--------|--------|--------|-------|
| 15-Mar | 393.60 | 395.30 | 388.10 | 388.70 | -3.90 |
| 15-May | 400.50 | 401.20 | 394.40 | 394.90 | -4.90 |
| 15-Aug | 412.30 | 412.30 | 406.50 | 407.20 | -4.20 |

ICE Raw Sugar Futures (In cents/Pound)

| Contract | Open | High | Low | Close | +/- |
|----------|-------|-------|-------|-------|-------|
| 15-Mar | 14.95 | 15.04 | 14.71 | 14.76 | -0.15 |
| 15-May | 15.24 | 15.32 | 15.02 | 15.04 | -0.16 |
| 15-Jul | 15.52 | 15.58 | 15.30 | 15.32 | -0.15 |

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

| Commodity | Centre | Prices (Rs/Qtl) | | Change |
|-----------|---|-----------------|-----------|--------|
| | | 13-Jan-15 | 12-Jan-15 | |
| Sugar | Delhi - Grade M | 2930 | 2930 | Unch |
| | Delhi - Grade S | 2900 | 2900 | Unch |
| | Delhi - Grade L | NA | NA | - |
| | UP- Khatauli Grade M | 2950 | 2950 | Unch |
| | UP- Ramala Grade M | NA | NA | - |
| | UP- Dhampur Grade M Ex-Mill | 2865 | 2865 | Unch |
| | UP- Dhampur Grade S Ex-Mill | 2845 | 2845 | Unch |
| | UP- Dhampur Grade L Ex-Mill | 2915 | 2915 | Unch |
| | Mumbai –Grade M | 2946 | 2946 | Unch |
| | Mumbai –Grade S | 2766 | 2766 | Unch |
| | Kolhapur – Grade M | 2650 | 2700 | -50 |
| | Kolhapur – Grade S | 2550 | 2600 | -50 |
| | Guhawati – Grade S | 2852 | 2903 | -51 |
| | Shillong – Grade S | 2870 | 2920 | -50 |
| | Vijayawada – Grade M | 3180 | 3180 | Unch |
| | Vijayawada- Grade S | 3050 | 3020 | 30 |
| | Nagpur – Grade M | 2950 | 2950 | Unch |
| | Nagpur – Grade S | 2850 | 2850 | Unch |
| | Kolkata – Grade M | 3000 | 3000 | Unch |
| | Chennai - Grade S | 3035 | 3035 | Unch |
| | Ambikapur (Chattisgarh)- Grade M (Without Duty) | 3035 | 3035 | Unch |

| | | | | |
|--|---|------|------|------|
| | Ambikapur (Chattisgarh)- Grade S (Without Duty) | 2700 | 2700 | Unch |
|--|---|------|------|------|

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

| Gur Spot Prices (Rs/Qtl) | | | | |
|--------------------------|-------------------|-----------|-----------|--------|
| | | 13-Jan-15 | 11-Jan-15 | Change |
| Muzaffar Nagar | Chaku | 2425 | 2625 | -200 |
| | Arrivals | 6000 | 5000 | 1000 |
| | Khurpa | 2313 | 2325 | -12 |
| | Laddu | 2563 | 2588 | -25 |
| | Rascut | NA | NA | - |
| Seyana | Chaurasa | 2375 | Closed | - |
| Hapur | Balti | 2288 | Closed | - |
| Maharashtra | Lal Variety | NR | 2450 | - |
| BANGALORE | Mudde | 4200 | 4250 | -50 |
| Belgaum | Mudde | NA | 2600 | - |
| Belthangadi | Yellow (Average) | 3150 | 3150 | Unch |
| Bijapur | Achhu | 2500 | 2690 | -190 |
| Gulbarga | Other (Average) | 2680 | 2640 | 40 |
| Mahalingapura | Penti (Average) | 2640 | 2710 | -70 |
| Mandya | Achhu (Medium) | 2500 | 2550 | -50 |
| | Kurikatu (Medium) | 2300 | 2300 | Unch |
| | Other (Medium) | 2400 | 2400 | Unch |
| | Yellow (Medium) | 2500 | 2600 | -100 |
| Shimoga | Achhu (Average) | NA | 2800 | - |

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