

Sugar & Gur Domestic & International Fundamentals

- Sugar prices traded steady to weak amid growing festive demand and miller's expectation for a positive export subsidy.
- A significant diversion of Brazilian (centre- south region) cane towards ethanol led the country to produce only 0.12 million tons of sugar in the second half of December which was 68.19% less than the sugar crushed in the first half. Similarly, an y-o-y comparison of sugar production in the region showed a sharp decline of 46% from 0.21 million tons in 2013 (second half of December) to 0.12 million tons this year.
- The U.P. govt. had announced its new molasses policy, 2014-15 (Nov-Oct), wherein the molasses reservation rate to the country-liquor manufacturers had been reduced from 34 per cent to 15 per cent. The policy had been specifically formulated to help the sick driven sugar industry, who was required to reserve a part of their total molasses production for the country-liquor manufacturers at a rate which is much lower than the market specified prices.
- Tenders are invited by ANDHRA PRADESH STATE CIVIL SUPPLIES CORPORATION LIMITED for supply of ISS Grade S-30/S-31 cane sugar under PDS for the Month of February 2015 through procurement. Opening date of tender has been fixed at 13th January, 2015.
- 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.

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	2.00	2754.00	2754.00	2743.00	2748.00
May-15	9.00	2910.00	2910.00	2840.00	2850.00
Jul-15	15.00	2885.00	2909.00	2881.00	2901.00

Contract	Volume	Change	OI	Change
Mar-15	1,720.00	100.00	23,030.00	-360.00
May-15	690.00	390.00	7,240.00	70.00
Jul-15	110.00	60.00	1,810.00	20.00

Spread	Mar-15	May-15	Jul-15
Basis	-98.00		
Mar-15		102.00	153.00
May-15			51.00

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	13.1.15	13.1.15	13.1.15	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	985.00	985.00	985.00	985.00

Contract	Volume	Change	OI	Change
Jan-15	20.00	-140.00	160.00	30.00

Spread	Jan-15
Basis	-5.00

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

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 13.01.15)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	321.00	-
Raw Sugar C&F (\$/MT)	Black Sea	349.00	-
Sugar White FOB (\$/MT)	Santos Port	393.75	-

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	391.80	3.20

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
15-Mar	388.70	393.40	387.50	391.80	3.10
15-May	394.70	400.00	394.00	397.50	2.60
15-Aug	407.00	411.80	406.40	409.10	1.90

ICE Raw Sugar Futures (In cents/Pound)

Contract	Open	High	Low	Close	+/-
15-Mar	14.71	14.96	14.67	14.87	0.11
15-May	15.04	15.23	14.95	15.14	0.10
15-Jul	15.34	15.48	15.24	15.40	0.08

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		14-Jan-15	13-Jan-15	
Sugar	Delhi - Grade M	2920	2930	-10
	Delhi - Grade S	2895	2900	-5
	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	2950	2946	4
	Mumbai –Grade S	2766	2766	Unch
	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	3050	3050	Unch
	Nagpur – Grade M	2950	2950	Unch
	Nagpur – Grade S	2850	2850	Unch

	Kolkata – Grade M	NA	3000	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3035	3035	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3035	3035	Unch
	Chennai - Grade S	2700	2700	Unch

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

Jaggery(Gur) Spot Prices (Rs/Qtl)				
		14-Jan-15	13-Jan-15	Change
Muzaffar Nagar	Chaku(Fresh)	2450	2425	25
	Chaku(Arrival)	1500	6000	-4500
	Khurpa(Fresh)	2338	2313	25
	Laddoo(Fresh)	2625	2563	62
	Rascut	NA	NA	-
Hapur	Chaurasa	2413	2375	38
	Balti	2300	2288	12
Maharashtra	Lal Variety	NR	NR	-
Bangalore	Mudde	4200	4200	Unch
Belgaum	Mudde	NA	NA	-
Belthangadi	Yellow (Average)	3100	3150	-50
Bijapur	Achhu	NA	2500	-
Gulbarga	Other (Average)	2640	2680	-40
Mahalingapura	Penti (Average)	NA	2640	-
Mandya	Achhu (Medium)	2500	2500	Unch
	Kurikatu (Medium)	2300	2300	Unch
	Other (Medium)	2400	2400	Unch
	Yellow (Medium)	2500	2500	Unch
Shimoga	Achhu (Average)	NA	NA	-

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