

Sugar & Gur Domestic & International Fundamentals

- Sugar prices traded steady to weak amid palling domestic demand for the product.
- 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	-3.00	2753.00	2753.00	2739.00	2747.00
May-15	-1.00	2849.00	2849.00	2840.00	2848.00
Jul-15	6.00	2900.00	2906.00	2890.00	2898.00

Contract	Volume	Change	OI	Change
Mar-15	2,470.00	750.00	22,010.00	-1,020.00
May-15	720.00	30.00	7,220.00	-20.00
Jul-15	120.00	10.00	1,840.00	30.00

Spread	Mar-15	May-15	Jul-15
Basis	-97.00		
Mar-15		101.00	151.00
May-15			50.00

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	14.1.15	14.1.15	14.1.15	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	-3.00	982.00	982.00	982.00	982.00

Contract	Volume	Change	OI	Change
Jan-15	30.00	10.00	140.00	-20.00

Spread	Jan-15
Basis	-32.00

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

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 14.01.15)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	327.00	6.00
Raw Sugar C&F (\$/MT)	Black Sea	355.00	6.00
Sugar White FOB (\$/MT)	Santos Port	399.25	5.50

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	393.40	1.60

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
15-Mar	391.30	395.80	391.20	393.40	1.60
15-May	397.00	401.90	397.00	399.50	2.00
15-Aug	408.60	413.10	408.60	410.80	1.70

ICE Raw Sugar Futures (In cents/Pound)

Contract	Open	High	Low	Close	+/-
15-Mar	14.87	15.12	14.80	14.93	0.06
15-May	15.14	15.35	15.06	15.19	0.05
15-Jul	15.36	15.59	15.32	15.45	0.05

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		15-Jan-15	14-Jan-15	
Sugar	Delhi - Grade M	2920	2920	Unch
	Delhi - Grade S	2895	2895	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	2950	2950	Unch
	Mumbai –Grade S	2766	2766	Unch
	Kolhapur – Grade M	Closed	2650	-
	Kolhapur – Grade S	Closed	2550	-
	Guhawati – Grade S	NA	2852	-
	Shillong – Grade S	NA	2870	-
	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	2950	NA	-
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3035	3035	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3035	3035	Unch
	Chennai - Grade S	Closed	2700	-

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

Jaggery(Gur) Spot Prices (Rs/Qtl)				
		15-Jan-15	14-Jan-15	Change
Muzaffar Nagar	Chaku(Fresh)	2375	2450	-75
	Chaku(Arrival)	1000	1500	-500
	Khurpa(Fresh)	2328	2338	-10
	Laddoo(Fresh)	2600	2625	-25
	Rascut	NA	NA	-
Hapur	Chaurasa	2375	2413	-38
	Balti	2300	2300	Unch
Maharashtra	Lal Variety	NR	NR	-
Bangalore	Mudde	NA	4200	-
Belgaum	Mudde	NA	NA	-
Belthangadi	Yellow (Average)	NA	3100	-
Bijapur	Achhu	NA	NA	-
Gulbarga	Other (Average)	NA	2640	-
Mahalingapura	Penti (Average)	NA	NA	-
Mandya	Achhu (Medium)	NA	2500	-
	Kurikatu (Medium)	NA	2300	-
	Other (Medium)	NA	2400	-
	Yellow (Medium)	NA	2500	-
Shimoga	Achhu (Average)	NA	NA	-

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