

Sugar & Gur Domestic & International Fundamentals

- Sugar prices traded steady to weak amid palling domestic demand for the product.
- Indian sugar import for the week ending 11th January, 2015 declined 22.21% from 63.7 thousand tons to 49.5 thousand tons. On a similar note, Indian exports fell down by 7.2 thousand tons from 30.9 thousand tons to 23.6 thousand tons.
- Tenders are invited by KARNATAKA FOOD AND CIVIL SUPPLIES CORPORATION LIMITED for supply of refined and/or cane sugar under Public Distribution Scheme of Karnataka government. Opening date for tender has been fixed at 15th January, 2015.
- 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.
- 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 05.25 p.m.)

Contract	+/-	Open	High	Low	Close
Mar-15	-11.00	2744.00	2745.00	2714.00	2735.00
May-15	-17.00	2840.00	2844.00	2821.00	2829.00
Jul-15	-17.00	2860.00	2890.00	2860.00	2880.00

Contract	Volume	Change	OI	Change
Mar-15	2,030.00	-440.00	21,350.00	-660.00
May-15	590.00	-130.00	7,180.00	-40.00
Jul-15	90.00	-30.00	1,820.00	-20.00

Spread	Mar-15	May-15	Jul-15
Basis	-75.00		
Mar-15		94.00	145.00
May-15			51.00

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	15.1.15	15.1.15	15.1.15	12.1.15
Kolhapur M	0	380	380	-
Delhi M	-	-	-	-
Belgaum M	-	-	-	-
Kolhapur S	60	380	440	10
Sholapur S	-	-	-	-
Sangli S	-	-	-	-
Belgaum S	160	0	160	160
Delhi S	-	-	-	-

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Jan-15	-12.00	971.00	971.00	970.00	970.00

Contract	Volume	Change	OI	Change
Jan-15	30.00	0.00	120.00	-20.00

Spread	Jan-15
Basis	-20.00

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

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 15.01.15)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	329.25	2.25
Raw Sugar C&F (\$/MT)	Black Sea	357.25	2.25
Sugar White FOB (\$/MT)	Santos Port	401.50	1.25

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	399.80	6.40

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
15-Mar	395.50	400.70	393.60	399.80	6.40
15-May	401.40	407.50	400.40	406.70	7.20
15-Aug	412.70	418.10	412.50	417.50	6.70

ICE Raw Sugar Futures (In cents/Pound)

Contract	Open	High	Low	Close	+/-
15-Mar	14.90	15.38	14.89	15.35	0.42
15-May	15.19	15.60	15.18	15.56	0.37
15-Jul	15.49	15.83	15.43	15.79	0.34

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		16-Jan-15	15-Jan-15	
Sugar	Delhi - Grade M	2910	2920	-10
	Delhi - Grade S	2880	2895	-15
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	2850	2875	-25
	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	2650	Closed	-
	Kolhapur – Grade S	2550	Closed	-
	Guhawati – Grade S	2852	NA	-
	Shillong – Grade S	2870	NA	-
	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	2960	2950	10
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3035	3035	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3035	3035	Unch
	Chennai - Grade S	Closed	Closed	-

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

Jaggery(Gur) Spot Prices (Rs/Qtl)				
		16-Jan-15	15-Jan-15	Change
Muzaffar Nagar	Chaku(Fresh)	2375	2375	Unch
	Chaku(Arrival)	2500	1000	1500
	Khurpa(Fresh)	2340	2328	12
	Laddoo(Fresh)	2638	2600	38
	Rascut	NA	NA	-
Hapur	Chaurasa	2325	2375	-50
	Balti	2288	2300	-12
Maharashtra	Lal Variety	NR	NR	-
Bangalore	Mudde	4200	NA	-
Belgaum	Mudde	NA	NA	-
Belthangadi	Yellow (Average)	3100	NA	-
Bijapur	Achhu	NA	NA	-
Gulbarga	Other (Average)	NA	NA	-
Mahalingapura	Penti (Average)	NA	NA	-
Mandya	Achhu (Medium)	2500	NA	-
	Kurikatu (Medium)	2300	NA	-
	Other (Medium)	2400	NA	-
	Yellow (Medium)	2500	NA	-
Shimoga	Achhu (Average)	2750	NA	-

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>
© 2014 Indian Agribusiness Systems Pvt Ltd.



AGRIWATCH

Daily Sugar & Gur Fundamental Report

17th January, 2015