

Sugar & Gur Domestic & International Fundamentals

- CCEA announced a Fair Remunerative Price (FRP) of Rs 230 per quintal for purchase of sugarcane in 2015-16 (which is linked to a basic recovery rate of 9.5per cent) which is subjected to a premium of Rs 2.42 per quintal for every 0.1 per cent increase above the level of 9.5 per cent recovery. For 2014-15 the FRP fixed has been Rs 220/ quintal which was also Rs 10 more than the FRP decided in 2013-14.
- Sugar production in India for 2014-15(Oct - Sep) lies at 103 lakh tons (till 15th Jan, 2015) which was 19.08% higher than the figure achieved during the same period last year. Reportedly, 494 sugar mills had participated in the crushing process this year compared to 486 mills last year.
- Maharashtra churned around 43 lakh tons of sugar this season (up to 15th Jan, 2015) compared to 31 lakh tons of production last year for the same duration. About 173 sugar mills in the states had actively participated in the crushing operation till date compared to 154 mills last year.
- Sugar production in Uttar Pradesh rose by 26.58% from 19.75 lakh tons in 2013-14 (1st Oct- 15th Jan) to 25 lakh tons in 2014-15 (1st Oct- 15th Jan). The number of sugar mills that operated during the period was 118 compared to 119 last year.
- A production surge of 8.11% had been seen in Andhra Pradesh & Telengana which produced 4.00 lakh tons of sugar in 2014-15 (till 15th Jan) compared to 3.70 lakh tons during the same interval last year. On the other hand, Bihar produced around 2.40 lakh tons of sugar till 15th Jan, 2015 which was 50% higher than the production made by it last year.
- An y-o-y comparison for sugar production in Karnataka remained unchanged as the state produced 17 lakh tons of sugar in 2014-15 (up to 15th January, 2015) which is almost same as the production made last year during the same interval.
- Lesser number of mills invoked lower sugar production this year (2014-15) in Tamil Nadu, where only 20 sugar mills participated in the crushing operation leading to a mere production of 1.10 lakh tons ((till 15th January, 2015)) as against 2.80 lakh ton last year ((till 15th January, 2014).

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 16th Jan, 2015)

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
	16.1.15	16.1.15	16.1.15	12.1.15
Kolhapur M	0	440	440	-
Delhi M	-	-	-	-
Belgaum M	-	-	-	-
Kolhapur S	160	440	600	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	399.00	401.90	397.80	398.90	-0.90
15-May	406.10	408.70	404.70	406.80	0.10
15-Aug	417.10	418.30	415.30	417.60	0.10

ICE Raw Sugar Futures (In cents/Pound)

Contract	Open	High	Low	Close	+/-
15-Mar	15.35	15.49	15.27	15.33	-0.02
15-May	15.48	15.67	15.47	15.57	0.01
15-Jul	15.77	15.89	15.70	15.81	0.02

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		17-Jan-15	16-Jan-15	
Sugar	Delhi - Grade M	2900	2910	-10
	Delhi - Grade S	2870	2880	-10
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	2950	2950	Unch
	UP- Ramala Grade M	NA	NA	-
	UP- Dhampur Grade M Ex-Mill	2855	2865	-10
	UP- Dhampur Grade S Ex-Mill	2835	2845	-10
	UP- Dhampur Grade L Ex-Mill	2905	2915	-10
	Mumbai –Grade M	2950	2950	Unch
	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	2800	2850	-50
	Kolkata – Grade M	3000	2960	40
	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)				
		17-Jan-15	16-Jan-15	Change
Muzaffar Nagar	Chaku(Fresh)	2313	2375	-62
	Chaku(Arrival)	6000	2500	3500
	Khurpa(Fresh)	2338	2340	-2
	Laddoo(Fresh)	2653	2638	15
	Rascut	NA	NA	-
Hapur	Chaurasa	2325	2325	Unch
	Balti	2300	2288	12
Maharashtra	Lal Variety	NR	NR	-
Bangalore	Mudde	4100	4200	-100
Belgaum	Mudde	NA	NA	-
Belthangadi	Yellow (Average)	NA	3100	-
Bijapur	Achhu	NA	NA	-
Gulbarga	Other (Average)	NA	NA	-
Mahalingapura	Penti (Average)	NA	NA	-
Mandya	Achhu (Medium)	2500	2500	Unch
	Kurikatu (Medium)	2300	2300	Unch
	Other (Medium)	2350	2400	-50
	Yellow (Medium)	2500	2500	Unch
Shimoga	Achhu (Average)	NA	2750	-

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