

Sugar & Gur Domestic & International Fundamentals

- A meeting with CCEA has been scheduled for Wednesday in which food ministry will discuss issues regarding granting of flexibility to the states for fixing their respective retail price of sugar under PDS.
- Owing to higher international prices (both for raw and refined sugar); India's sugar import fell drastically down from 49.5 thousand tons to 18 thousand tons for the week ending 18th January, 2015. On the other hand, Indian sugar export rose up by 81% from 23.6 thousand tons to 42.8 thousand tons during the same period.
- In a big relief to the millers in state, the Maharashtra govt. had removed a 5% purchase tax on procurement of sugarcane for session 2013-14. The decision had been taken after carefully considering the indebtedness position of the millers in the state.
- 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.
- 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.

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: 10 p.m.)

Contract	+/-	Open	High	Low	Close
Mar-15	11.00	2734.00	2758.00	2728.00	2745.00
May-15	5.00	2819.00	2836.00	2816.00	2830.00
Jul-15	0.00	2870.00	2872.00	2870.00	2872.00

Contract	Volume	Change	OI	Change
Mar-15	4,070.00	3,120.00	20,880.00	-300.00
May-15	670.00	200.00	7,420.00	190.00
Jul-15	40.00	10.00	1,980.00	-20.00

Spread	Mar-15	May-15	Jul-15
Basis	-95.00		
Mar-15		85.00	127.00
May-15			42.00

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	20.1.15	20.1.15	20.1.15	19.1.15
Kolhapur M	-	-	-	-
Delhi M	-	-	-	-
Belgaum M	-	-	-	-
Kolhapur S	600	0	600	360
Sholapur S	-	-	-	-
Sangli S	-	-	-	-
Belgaum S	160	0	160	160
Delhi S	-	-	-	-

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close

Contract	Volume	Change	OI	Change

Spread	Jan-15

Gur

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

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 20.01.15)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	338.25	-
Raw Sugar C&F (\$/MT)	Black Sea	366.25	-
Sugar White FOB (\$/MT)	Santos Port	412.50	-

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	407.30	10.00

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
15-Mar	401.3	408.0	399.5	407.3	10.0
15-May	409.00	415.70	407.50	415.00	9.30
15-Aug	418.00	425.00	418.00	424.70	8.20

ICE Raw Sugar Futures (In cents/Pound)

Contract	Open	High	Low	Close	+/-
15-Mar	15.39	15.85	15.36	15.83	0.50
15-May	15.63	16.01	15.60	15.99	0.42
15-Jul	15.84	16.18	15.82	16.16	0.35

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		21-Jan-15	20-Jan-15	
Sugar	Delhi - Grade M	2890	2890	Unch
	Delhi - Grade S	2860	2860	Unch
	Delhi - Grade L	NA	NA	-
	UP- Khatauli Grade M	2900	2930	-30
	UP- Ramala Grade M	2870	NA	-
	UP- Dhampur Grade M Ex-Mill	2840	2800	40
	UP- Dhampur Grade S Ex-Mill	2820	2780	40
	UP- Dhampur Grade L Ex-Mill	2890	2850	40
	Mumbai –Grade M	2950	2950	Unch
	Mumbai –Grade S	2750	2762	-12
	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	2800	Unch
	Kolkata – Grade M	2900	2930	-30
	Chennai - Grade S	2700	2700	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3035	3035	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3035	3035	Unch

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

Gur Spot Prices (Rs/Qtl)				
		21-Jan-15	20-Jan-15	Change
Muzaffar Nagar	Chaku	2375	2538	-163
	Arrivals	500	1000	-500
	Khurpa	2350	2363	-13
	Laddu	2575	2638	-63
	Rascut	NA	NA	-
Hapur(Seyana)	Chaurasa	2500	2475	25
	Balti	2395	2363	32
Maharashtra	Lal Variety	2450	2450	Unch
BANGALORE	Mudde	4100	3950	150
Belgaum	Mudde	NA	NA	-
Belthangadi	Yellow (Average)	3100	3100	Unch
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)	2400	2400	Unch
	Yellow (Medium)	2500	2500	Unch
Shimoga	Achhu (Average)	2700	2700	Unch

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