

Sugar & Gur Domestic & International Fundamentals

- Steady sentiments recorded in key sugar spot market on Wednesday. However, prices of sugar improved in UP as some mills increased sugar tender sale price.
- Indian firm Shree Basaveshwar Sugars Limited (SBSL) had signed up a project to build a SR1.5-billion (\$400 million) sugar refinery in Jazan Industrial City in southern Saudi Arabia.
- Industry executives pegged the Indian raw sugar production in between 8-10 lakh tons this season despite confronting an export limit of 1.4 million tons by the govt. This was because the Indian crushing season is expected to cease down soon with most of the sugar mills, especially in southern India wrapping down for the season.
- The Indian govt. approved the much awaited raw sugar export subsidy for this season 2014-15 i.e. 1st Oct, 2014- 30th Sep, 2015. Notably, the subsidy was given at a rate of Rs 4,000/ton up to a limit of 1.4 million tons to help the cash starved sugar industry in the country.
- Owing to the ethanol demand by OMC's (Oil Marketing Companies), 35 sugar mills in Maharashtra had placed bid to supply 21 crore liters of ethanol in 2014-15 catering almost 65% of the total demand by firms.
- Sugar market condition worsens in Tamil Nadu as the neighboring state Karnataka, dumped its excessive production on to the state leading to a huge accumulation of buildup stock.
- 518 sugar mills in India had produced 167.08 lakh tons of sugar till 15th Feb, 2015 for MY 2014-15 which was 15.01% higher than the production made last year during the same interval.

Outlook: Sugar prices are expected to improve as the govt. announced export subsidy on raw sugar. In addition the major producer Brazil had also entered the intra harvest period and is no more left with enough sugarcane to crush.

NCDEX Sugar Future Quotes (At 05:05 p.m.)

Contract	+/-	Open	High	Low	Close
Mar-15	-20.00	2606.00	2612.00	2586.00	2590.00
May-15	-19.00	2700.00	2710.00	2691.00	2695.00
Jul-15	-10.00	2767.00	2767.00	2749.00	2757.00

Contract	Volume	Change	OI	Change
Mar-15	2080	480	28830	6280
May-15	1880	1000	22360	-5030
Jul-15	630	330	3140	-70

Spread	Mar-15	May-15	Jul-15
Basis	-29.00		
Mar-15		96.00	149.00
May-15			53.00

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	24.2.15	24.2.15	24.2.15	23.2.15
Kolhapur M	0	1609	1609	
Delhi M	-	-	-	-
Belgaum M	-	-	-	-
Kolhapur S	1989	1609	3598	1240
Sholapur S	-	-	-	-
Sangli S	250	0	250	250
Belgaum S	3168	0	3168	3168
Delhi S	-	-	-	-

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
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Contract	Volume	Change	OI	Change
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Spread

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

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 24.02.15)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	319.25	-
Raw Sugar C&F (\$/MT)	Black Sea	341.75	-
Sugar White FOB (\$/MT)	Santos Port	379.50	-

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	381.00	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
15-May	377.7	381.0	375.3	378.0	0.3
15-Aug	384.0	386.4	381.4	383.9	-0.1
15-Oct	392.1	392.7	389.4	392.1	unch

ICE Raw Sugar Futures (In cents/Pound)

Contract	Open	High	Low	Close	+/-
15-Mar	14.30	14.41	14.09	14.17	-0.14
15-May	14.10	14.32	14.02	14.15	0.02
15-Jul	14.43	14.56	14.29	14.43	unch

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		25-Feb-15	24-Feb-15	
Sugar	Delhi - Grade M	2800	2800	Unch
	Delhi - Grade S	2760	2760	Unch
	UP- Khatauli Grade M	2900	2880	20
	UP- Ramala Grade M	2770	2760	10
	UP- Dhampur Grade M Ex-Mill	2740	2740	Unch
	UP- Dhampur Grade S Ex-Mill	2720	2720	Unch
	UP- Dhampur Grade L Ex-Mill	2790	2790	Unch
	Mumbai –Grade M	2886	2886	Unch
	Mumbai –Grade S	2686	2690	-4
	Kolhapur – Grade M	2575	2575	Unch
	Kolhapur – Grade S	2475	2475	Unch
	Guhawati – Grade S	2776	2776	Unch
	Shillong – Grade S	2795	2795	Unch
	Vijayawada – Grade M	3070	3070	Unch
	Vijayawada- Grade S	2970	2970	Unch
	Nagpur – Grade M	3000	3000	Unch

	Nagpur – Grade S	2700	2700	Unch
	Kolkata – Grade M	2840	2840	Unch
	Chennai - Grade S	2580	2580	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)				
		25-Feb-15	24-Feb-15	Change
Muzaffar Nagar	Chaku	2413	2250	163
	Arrivals	6000	8000	-2000
	Khurpa	2213	2175	38
	Laddu	2275	2250	25
	Rascut	NA	NA	-
Hapur(Seyana)	Chaurasa	2100	2100	Unch
	Balti	2038	2063	-25
Maharashtra	Lal Variety	NR	2350	-
BANGALORE	Mudde	3900	3900	Unch
Belgaum	Mudde	NA	NA	-
Belthangadi	Yellow (Average)	3150	3100	50
Bijapur	Achhu	NA	NA	-
KALABURGI/GULBARGA	Other (Average)	2500	2540	-40
Mahalingapura	Penti (Average)	2450	2649	-199
Mandya	Achhu (Medium)	2450	2450	Unch
	Kurikatu (Medium)	2200	2200	Unch
	Other (Medium)	2300	2300	Unch
	Yellow (Medium)	2450	2450	Unch
Shimoga	Achhu (Average)	2900	NA	-

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