

Sugar & Gur Domestic & International Fundamentals

- Brazil exported 0.81 million tons of raw sugar in February, 2015 which was 53.6% lower than the exports made last month (January) in 2015. Similarly, an y-o-y comparison shows that the country's raw sugar export declined by 0.66 million tons this year from 1.47 million tons in February, 2014.
- The weather bureau of Australia predicts the possibility of a probable El Nino by mid of this year which could adversely affect the sugarcane crop in the country. Notably, Australia is the third largest exporter of sugar in the world.
- In a bid to support current raw sugar export from the country, the Indian govt. is planning to make subsidy payment (to the domestic millers) for the export subsidy announced last year in 2013-14. Notably, the govt. is expected to release the subsidy amount worth Rs 247 crore in coming two weeks of the month.
- With lower cane availability for the season, sugar mills in U.P are planning to fasten their crushing operation thereby closing the mills by 15th March, 2015 (at least in some of the centres). Notably, with accruing cane arrears this season, farmers in U.P had diverted most of their cane towards animal feed and jaggery units in the state.
- In addition to the export subsidy (of Rs 4000/ton up to a limit of 1.4 million tons) announced by union govt. last week, the Maharashtra govt. is planning to provide an additional financial assistance of Rs. 1000/ ton for the export of raw sugar from the state. The step has been initiated after the recent export subsidy failed to provide much relief to the sugar mills owners amid huge accumulated sugar stock within the country.

Outlook: Sugar prices are expected to improve as the major producer Brazil had entered the intra harvest period and is no more left with enough sugarcane to crush.

NCDEX Sugar Future Quotes (At 05:30 p.m.)

Contract	+/-	Open	High	Low	Close
Mar-15	-36.00	2539.00	2541.00	2497.00	2505.00
May-15	-33.00	2637.00	2639.00	2600.00	2607.00
Jul-15	-40.00	2712.00	2712.00	2666.00	2675.00

Contract	Volume	Change	OI	Change
Mar-15	4,640.00	2,770.00	22,390.00	460.00
May-15	7,660.00	6,430.00	32,850.00	1,420.00
Jul-15	850.00	660.00	3,640.00	400.00

Spread	Mar-15	May-15	Jul-15
Basis	-05.00		
Mar-15		102.00	170.00
May-15			68.00

NCDEX Stock & Fed Position

Stocks	Demat	In-Process	Total	FED
	02.03.15	02.03.15	02.03.15	02.03.15
Kolhapur M	0	3038	3038	-
Delhi M	-	-	-	-
Belgaum M	0	500	500	-
Kolhapur S	3528	3038	6566	3528
Sholapur S	-	-	-	-
Sangli S	250	2498	2748	250
Belgaum S	3168	500	3668	3168
Delhi S	-	-	-	-

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close

Contract	Volume	Change	OI	Change

Spread

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

Brazil Sugar Quotes (Kingsman US\$/MT)(As on 03.03.15)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	300.50	-
Raw Sugar C&F (\$/MT)	Black Sea	323.00	-
Sugar White FOB (\$/MT)	Santos Port	362.25	-

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	371.80	-

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
15-May	370.50	373.30	368.40	370.40	-1.40
15-Aug	374.60	377.00	371.80	373.70	-2.30
15-Oct	382.70	384.50	379.70	381.50	-2.50

ICE Raw Sugar Futures (In cents/Pound)

Contract	Open	High	Low	Close	+/-
15-May	13.87	13.87	13.57	13.64	-0.13
15-Jul	14.09	14.11	13.85	13.91	-0.14
15-Oct	14.80	14.80	14.56	14.63	-0.09

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

Commodity	Centre	Prices (Rs/Qtl)		Change
		3-Mar-15	2-Mar-15	
Sugar	Delhi - Grade M	2750	2780	-30
	Delhi - Grade S	2710	2740	-30
	UP- Khatauli Grade M	2900	2900	Unch
	UP- Ramala Grade M	2770	2770	Unch
	UP- Dhampur Grade M Ex-Mill	2700	2700	Unch
	UP- Dhampur Grade S Ex-Mill	2680	2680	Unch
	UP- Dhampur Grade L Ex-Mill	2750	2750	Unch
	Mumbai –Grade M	2852	2860	-8
	Mumbai –Grade S	2660	2656	4
	Kolhapur – Grade M	2500	2500	Unch
	Kolhapur – Grade S	2400	2400	Unch
	Guhawati – Grade S	2700	2700	Unch
	Shillong – Grade S	2720	2720	Unch
	Vijayawada – Grade M	3050	3050	Unch
	Vijayawada- Grade S	2950	2950	Unch
	Nagpur – Grade M	3000	3000	Unch
Nagpur – Grade S	2650	2650	Unch	

	Kolkata – Grade M	2800	2800	Unch
	Chennai - Grade S	2570	2570	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)				
		3-Mar-15	2-Mar-15	Change
Muzaffar Nagar	Chaku	2378	2300	78
	Arrivals	1000	NA	-
	Khurpa	2100	2125	-25
	Laddu	2288	2250	38
	Rascut	NA	NA	-
Hapur(Seyana)	Chaurasa	2250	Closed	-
	Balti	2050	Closed	-
Maharashtra	Lal Variety	2250	2250	Unch
BANGALORE	Mudde	4000	4000	Unch
Belgaum	Mudde	NA	NA	-
Belthangadi	Yellow (Average)	3100	NA	-
Bijapur	Achhu	NA	NA	-
KALABURGI/GULBARGA	Other (Average)	2640	2650	-10
Mahalingapura	Penti (Average)	2606	2579	27
Mandya	Achhu (Medium)	2600	2600	Unch
	Kurikatu (Medium)	2200	2200	Unch
	Other (Medium)	2300	2300	Unch
	Yellow (Medium)	2600	2500	100
Shimoga	Achhu (Average)	NA	NA	-

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