

## Sugar & Gur Domestic & International Fundamentals

- Indian sugar export fell by 22% as the country exported 39.8 thousand tons of sugar this week (ending on 21<sup>st</sup> August, 2016) compared to 50.8 thousand tons of exports last week.
- In order to check soaring sugar prices and to avoid speculation in future trade market, the Indian government holds a meeting on Monday for discussing about the banning of sugar future trading. However the discussion just remained the preliminary one and nothing had been concluded so far.
- As per the weekly planting report by Ministry of Agriculture, the total sown area under sugarcane cultivation in India had reached 45.55 lakh hectares in 2016-17 (till 19<sup>th</sup> Aug, 2016) compared to 49.60 lakh hectares in 2015-16 (till 19<sup>th</sup> Aug, 2015).
- Favorable dry weather supported cane crushing in Brazil's C.S region resulting into a sugar production of 3.1 MT in the second half of July, 2016 which was 9.68% higher than the sugar produced during the first half of the month.
- In order to check soaring sugar prices and to avoid speculation in future trade market, the Indian govt. had asked SEBI to ban sugar future trading.
- For the current marketing season 2015-16 (October – September); sugar mills in India owed somewhat around Rs 5,368 crore as the pending cane arrears till 31<sup>st</sup> July, 2016.
- The Indian govt. extended the subsidy benefit to the sugar millers in the country even if they exports 50% of their sugar export quota. Notably, the govt. had earlier announced to pay a direct cane subsidy of Rs 4.50/quintal to the farmers provided the millers exports 80% of their export quota sugar.

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

Contract	+/-	Open	High	Low	Close
Oct-16	-30.00	3521.00	3521.00	3491.00	3531.00
Dec-16	-41.00	3522.00	3522.00	3499.00	3540.00

Contract	Volume	Change	OI	Change
Oct-16	2,360.00	-350.00	16,990.00	10.00
Dec-16	580.00	-220.00	13,910.00	40.00

Spread	Oct-16	Dec-16
Basis	69	60
Oct-16		-9

### NCDEX Stock & Fed Position

Stocks	Grade	Demat	In-Process	Total	FED
		23-Aug-16	23-Aug-16	23-Aug-16	22-Aug-16
Delhi	M	-	-	-	-
Sangli	M	-	-	-	-
Sholapur	M	-	-	-	-
Kolhapur	M	380	0	380	380
Belgaum	M	-	-	-	-
Delhi	S	-	-	-	-
Sangli	S	-	-	-	-
Sholapur	S	-	-	-	-
Kolhapur	S	-	-	-	-
Belgaum	S	-	-	-	-

ICE Sugar Futures (In Cents/Pound)					
Contract	Open	High	Low	Close	+/-
Oct-16	20.40	20.81	20.20	20.73	0.31
Mar-17	20.87	21.25	20.68	21.16	0.28
May-17	20.31	20.64	20.16	20.53	0.19

LIFFE Sugar Futures (In US\$/MT)					
Contract	Open	High	Low	Close	+/-
Oct-16	539.90	545.00	532.20	542.10	3.70
Dec-16	546.40	551.90	540.20	549.60	4.30
Mar-17	551.50	557.00	545.60	554.40	4.10

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	542.10	-

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			24-Aug-16	23-Aug-16	
Delhi	Delhi	M-Grade	3750	3750	Unch
	Delhi	S-Grade	3730	3730	Unch
Uttar Pradesh	Khatauli	M-Grade	3780	3810	-30
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	3700	3760	-60
	Dhampur	S-Grade Ex-Mill	3680	3740	-60
	Dhampur	L-Grade Ex-Mill	3750	3810	-60
Maharashtra	Mumbai	M-Grade	3846	3850	-4
	Mumbai	S-Grade	3690	3696	-6
	Nagpur	M-Grade	3725	3725	Unch
	Nagpur	S-Grade	3625	3625	Unch
	Kolhapur	M-Grade	3600	3600	Unch
	Kolhapur	S-Grade	3500	3500	Unch
Assam	Guhawati	S-Grade	3816	3816	Unch
Meghalaya	Shillong	S-Grade	3820	3820	Unch
Andhra Pradesh	Vijayawada	M-Grade	4000	4000	Unch
	Vijayawada	S-Grade	3900	3900	Unch
West Bengal	Kolkata	M-Grade	3885	NA	-

Tamil Nadu	Chennai	S-Grade	3500	3500	Unch
Chattisgarh	Ambikapur	M-Grade (Without Duty)	2935	2935	Unch
	Ambikapur	S-Grade (Without Duty)	2935	2935	Unch

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

Jaggery (Gur) Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Jaggery(Gur)			24-Aug-16	23-Aug-16	
Uttar Pradesh	Muzaffarnagar	Chaku Sukha(Cold)	3450	3375	75
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	NA	NA	-
	Muzaffarnagar	Khurpa (Fresh)	NA	NA	-
	Muzaffarnagar	Laddoo (Fresh)	NA	NA	-
	Muzaffarnagar	Rascut (Fresh)	3250	3300	-50
	Hapur	Chaurasa	NA	NA	-
	Hapur	Balti	NA	NA	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4750	4750	Unch
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur	Achhu	NA	NA	-
	Gulbarga	Other (Average)	3750	3650	100
	Mahalingapura	Penti (Average)	3723	3750	-27
	Mandya	Achhu (Medium)	3500	3500	Unch
	Mandya	Kurikatu (Medium)	3300	3300	Unch
	Mandya	Other (Medium)	3200	3200	Unch
	Mandya	Yellow (Medium)	3500	3500	Unch
	Shimoga	Achhu (Average)	NA	4550	-

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