

## 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 05:00 p.m.)

Contract	+/-	Open	High	Low	Close
Oct-16	+39.00	3472.00	3524.00	3461.00	3467.00
Dec-16	+34.00	3456.00	3505.00	3450.00	3462.00

Contract	Volume	Change	OI	Change
Oct-16	2,930.00	570.00	16,590.00	-400.00
Dec-16	840.00	260.00	14,210.00	300.00

Spread	Oct-16	Dec-16
Basis	108	113
Oct-16		5

### NCDEX Stock & Fed Position

Stocks	Grade	Demat	In-Process	Total	FED
		26-Aug-16	26-Aug-16	26-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	20.66	20.72	20.32	20.61	0.06
Mar-17	21.17	21.17	20.80	21.09	0.07
May-17	20.49	20.52	20.21	20.49	0.08

LIFFE Sugar Futures (In US\$/MT)					
Contract	Open	High	Low	Close	+/-
Oct-16	541.10	541.90	533.50	540.20	1.50
Dec-16	548.80	550.20	542.80	549.10	2.40
Mar-17	552.60	554.10	547.10	553.70	2.90

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	538.70	-

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			27-Aug-16	26-Aug-16	
Delhi	Delhi	M-Grade	3760	3750	10
	Delhi	S-Grade	3740	3730	10
Uttar Pradesh	Khatauli	M-Grade	3705	3800	-95
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	3615	3685	-70
	Dhampur	S-Grade Ex-Mill	3595	3665	-70
	Dhampur	L-Grade Ex-Mill	3665	3735	-70
Maharashtra	Mumbai	M-Grade	3836	3836	Unch
	Mumbai	S-Grade	3650	3646	4
	Nagpur	M-Grade	3700	3700	Unch
	Nagpur	S-Grade	3600	3600	Unch
	Kolhapur	M-Grade	3575	3575	Unch
	Kolhapur	S-Grade	3475	3475	Unch
Assam	Guhawati	S-Grade	3791	3791	Unch
Meghalaya	Shillong	S-Grade	3795	3795	Unch
Andhra Pradesh	Vijayawada	M-Grade	4000	4000	Unch
	Vijayawada	S-Grade	3900	3900	Unch

West Bengal	Kolkata	M-Grade	3920	3920	Unch
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)			27-Aug-16	26-Aug-16	
Uttar Pradesh	Muzaffarnagar	Chaku Sukha(Cold)	3375	3375	Unch
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	NA	NA	-
	Muzaffarnagar	Khurpa (Fresh)	NA	NA	-
	Muzaffarnagar	Laddoo (Fresh)	NA	NA	-
	Muzaffarnagar	Rascut (Fresh)	3250	3175	75
	Hapur	Chaurasa	NA	NA	-
	Hapur	Balti	NA	NA	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4750	4750	Unch
	Belgaum	Mudde (Average)	3600	3500	100
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur	Achhu	NA	NA	-
	Gulbarga	Other (Average)	3680	3850	-170
	Mahalingapura	Penti (Average)	NA	3691	-
	Mandya	Achhu (Medium)	3500	3500	Unch
	Mandya	Kurikatu (Medium)	3300	3300	Unch
	Mandya	Other (Medium)	3250	3250	Unch
	Mandya	Yellow (Medium)	3500	3500	Unch
	Shimoga	Achhu (Average)	NA	4550	-

## Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>  
© 2016 Indian Agribusiness Systems Pvt Ltd.

