

Sugar & Gur Domestic & International Fundamentals

- Mixed tone featured in various sugar markets on Wednesday.
- Sugar prices in the domestic market have been increasing recently amid reports of lower output this season and likely early closing of crushing this season. Increase in demand from bulk consumers supported prices. During last one week, sugar prices at NCDEX have increased by around 5% to 3700 levels.
- The Kolhapur division in Maharashtra state comprising Kolhapur and Sangli districts, which accounts for 40% of total sugar production in the state is expecting around 30% decline in sugar production this year. In 2016 -17 crushing is expected to decline to 175-180 lakh metric tonnes compared to 227 lakh metric tonnes in 2015 -16 following lack of sufficient rainfall.
- India is likely to produce 23.4 million tonnes of sugar in 2016/17, down by around 7 per cent compared to previous year amid droughts in the top –producing western state of Maharashtra.
- The Egyptian government has increased the purchase price of sugar by 25 per cent according to the Ministry of Supplies. Sugar companies belonging to the Ministry of Supplies will buy local sugar cane from farmers for 500 Egyptian pounds (\$26.11) per tonne compared to 400 Egyptian pounds during the previous season.
- According to the industry group Unica, Brazil center-south cane belt produced 1.13 million tonnes of sugar in the second half of November compared with 1.37 million tonnes in the previous two –week period.

NCDEX Sugar (M grade) Future Quotes (As on 28th December, 2016)

Contract	+/-	Open	High	Low	Close
Dec-16	-	-	-	-	-
Mar-17	+6	3721	3760	3714	3730

Contract	Volume	Change	OI	Change
Dec-16	-	-	-	-
Mar-17	610	5030	1300	4930

Spread	Dec-16	Mar-17
Basis	-	- 80.00
Dec-16	-	-

NCDEX Stock & Fed Position

Stocks	Grade	Demat	In-Process	Total	FED
		27-Dec-16	27-Dec-16	27-Dec-16	26-Dec-16
Delhi	M	-	-	-	-
Sangli	M	-	-	-	-
Sholapur	M	-	-	-	-
Kolhapur	M	30	0	30	30
Belgaum	M	-	-	-	-
Delhi	S	-	-	-	-
Sangli	S	-	-	-	-
Sholapur	S	-	-	-	-
Kolhapur	S	270	0	270	270
Belgaum	S	-	-	-	-

ICE Sugar Futures (In Cents/Pound)					
Contract	Open	High	Low	Close	+/-
Mar-17	18.15	18.94	18.15	18.54	0.39
May-17	18.17	18.67	17.96	18.30	0.33
Jul-17	17.80	18.37	17.72	18.03	0.27

LIFFE Sugar Futures (In US\$/MT)					
Contract	Open	High	Low	Close	+/-
Mar-17	491.50	493.00	490.70	491.00	0.40
May-17	487.70	489.40	487.40	487.50	unch
Aug-17	482.30	482.60	482.10	482.10	-0.10

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	492.60	+2.50

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			28-Dec-16	27-Dec-16	
Delhi	Delhi	M-Grade	3770	3800	-30
	Delhi	S-Grade	3750	3780	-30
Uttar Pradesh	Khatauli	M-Grade	3765	3765	Unch
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	3600	3600	Unch
	Dhampur	S-Grade Ex-Mill	3600	3600	Unch
	Dhampur	L-Grade Ex-Mill	3650	3650	Unch
Maharashtra	Mumbai	M-Grade	3865	3856	9
	Mumbai	S-Grade	3680	3676	4
	Nagpur	M-Grade	3775	3775	Unch
	Nagpur	S-Grade	3675	3675	Unch
	Kolhapur	M-Grade	3650	3650	Unch
	Kolhapur	S-Grade	3550	3550	Unch
Assam	Guhawati	S-Grade	3876	3867	9
Meghalaya	Shillong	S-Grade	3870	3870	Unch
Andhra Pradesh	Vijayawada	M-Grade	4000	4000	Unch
	Vijayawada	S-Grade	3900	3900	Unch

West Bengal	Kolkata	M-Grade	3930	3950	-20
Tamil Nadu	Chennai	S-Grade	3500	3475	25
Chattisgarh	Ambikapur	M-Grade (Without Duty)	NR	NR	-
	Ambikapur	S-Grade (Without Duty)	NR	NR	-

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)			28-Dec-16	27-Dec-16	
Uttar Pradesh	Muzaffarnagar	ChakuSukha(Cold)	2975	2963	12
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	8000	8000	Unch
	Muzaffarnagar	Khurpa (Fresh)	2763	2775	-12
	Muzaffarnagar	Laddoo (Fresh)	3047	3013	34
	Muzaffarnagar	Rascut (Fresh)	2495	2488	7
	Hapur	Chaurasa	2600	2588	12
	Hapur	Balti	2800	2725	75
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	NA	4450	-
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur	Achhu	NA	NA	-
	Gulbarga	Other (Average)	3240	3680	-440
	Mahalingapura	Penti (Average)	3636	3625	11
	Mandya	Achhu (Medium)	3500	3500	Unch
	Mandya	Kurikatu (Medium)	3400	3400	Unch
	Mandya	Other (Medium)	3350	3350	Unch
	Mandya	Yellow (Medium)	3500	3500	Unch
	Shimoga	Achhu (Average)	NA	3700	-

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