

Sugar & Gur Domestic & International Fundamentals

- Range –bound to firm tone featured in various sugar markets on Saturday.
- The Central government is unlikely to lower import duty on sugar. The export duty imposed this year in June has been able to contain exports and ensure adequate availability of sugar in the domestic market according to government sources. With estimated domestic production of 22-23 million tonnes in the 2016-17 season (starting October), the likely shortfall of 2-3 million tonnes could be managed by carryover stocks if exports do not take place.
- The government of Tamil Nadu has kept the State Advised Price (SAP) for sugarcane unchanged at Rs.2850/ton in 2016 -17 same as that of previous year. The Sugar industry including farmers and the mill owners are not happy of the same as the decision was taken without consulting them.
- 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.
- According to the industry group Unica, Brazil center-south cane belt produced 362,000 tonnes of sugar in the first half of December, around 43.9 per cent decline from the previous two-week period as most of the mills approached the end of the 2016/17 crushing season.

NCDEX Sugar (M grade) Future Quotes (As on 30th December, 2016)

Contract	+/-	Open	High	Low	Close
Dec-16	-	-	-	-	-
Mar-17	34	3745	3754	3740	3754

Contract	Volume	Change	OI	Change
Dec-16	-	-	-	-
Mar-17	70	4870	190	4900

Spread	Dec-16	Mar-17
Basis	-	- 54.00
Dec-16	-	-

NCDEX Stock & Fed Position

Stocks	Grade	Demat	In-Process	Total	FED
		30-Dec-16	30-Dec-16	30-Dec-16	26-Dec-16
Delhi	M	-	-	-	-
Sangli	M	-	-	-	-
Sholapur	M	-	-	-	-
Kolhapur	M	-	-	-	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	19.58	19.69	19.40	19.51	0.02
May-17	19.23	19.41	19.13	19.25	0.03
Jul-17	18.75	18.99	18.75	18.85	0.04

LIFFE Sugar Futures (In US\$/MT)					
Contract	Open	High	Low	Close	+/-
Mar-17	521.30	524.70	520.00	524.20	3.30
May-17	516.10	518.30	514.00	518.00	2.70
Aug-17	508.20	509.50	506.90	509.50	2.70

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	509.20	+18.20

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			31-Dec-16	30-Dec-16	
Delhi	Delhi	M-Grade	3790	3780	10
	Delhi	S-Grade	3770	3760	10
Uttar Pradesh	Khatauli	M-Grade	3770	3770	Unch
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	3740	3720	20
	Dhampur	S-Grade Ex-Mill	3720	3700	20
	Dhampur	L-Grade Ex-Mill	3790	3770	20
Maharashtra	Mumbai	M-Grade	3882	3860	22
	Mumbai	S-Grade	3686	3676	10
	Nagpur	M-Grade	NA	3825	-
	Nagpur	S-Grade	NA	3725	-
	Kolhapur	M-Grade	NA	3700	-
	Kolhapur	S-Grade	NA	3600	-
Assam	Guhawati	S-Grade	NA	3918	-
Meghalaya	Shillong	S-Grade	NA	3920	-
Andhra Pradesh	Vijayawada	M-Grade	4000	4000	Unch
	Vijayawada	S-Grade	3900	3900	Unch
West Bengal	Kolkata	M-Grade	3940	3935	5

Tamil Nadu	Chennai	S-Grade	3550	3550	Unch
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)			31-Dec-16	30-Dec-16	
Uttar Pradesh	Muzaffarnagar	ChakuSukha(Cold)	2975	3000	-25
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	7000	6000	1000
	Muzaffarnagar	Khurpa (Fresh)	2763	2875	-113
	Muzaffarnagar	Laddoo (Fresh)	3088	3078	10
	Muzaffarnagar	Rascut (Fresh)	2508	2500	8
	Hapur	Chaurasa	2725	2650	75
	Hapur	Balti	2850	2825	25
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4400	4550	-150
	Belgaum	Mudde (Average)	NA	3200	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur	Achhu	NA	NA	-
	Gulbarga	Other (Average)	NA	3550	-
	Mahalingapura	Penti (Average)	NA	3655	-
	Mandya	Achhu (Medium)	NA	3500	-
	Mandya	Kurikatu (Medium)	NA	3400	-
	Mandya	Other (Medium)	NA	3350	-
	Mandya	Yellow (Medium)	NA	3500	-
	Shimoga	Achhu (Average)	NA	3600	-

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