

Sugar & Gur Domestic & International Fundamentals

- Range –bound to firm tone featured in various sugar markets on Monday.
- 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 (At 05:00 p.m.)

Contract	+/-	Open	High	Low	Close
Mar-17	+49.00	3760.00	3825.00	3759.00	3753.00
May-17	+37.00	3753.00	3790.00	3790.00	3753.00

Contract	Volume	Change	OI	Change
Mar-17	1,250.00	1,180.00	4,960.00	4,770.00
May-17	10.00	0.00	50.00	0.00

Spread	Dec-16	Mar-17
Basis	-228	- 228
Dec-16		0

NCDEX Stock & Fed Position

Stocks	Grade	Demat	In-Process	Total	FED
		31-Dec-16	31-Dec-16	31-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			2-Jan-17	31-Dec-16	
Delhi	Delhi	M-Grade	3875	3790	85
	Delhi	S-Grade	3855	3770	85
Uttar Pradesh	Khatauli	M-Grade	3850	3770	80
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	NA	3740	-
	Dhampur	S-Grade Ex-Mill	NA	3720	-
	Dhampur	L-Grade Ex-Mill	NA	3790	-
Maharashtra	Mumbai	M-Grade	3920	3882	38
	Mumbai	S-Grade	3742	3686	56
	Nagpur	M-Grade	3840	NA	-
	Nagpur	S-Grade	3740	NA	-
	Kolhapur	M-Grade	3715	NA	-
	Kolhapur	S-Grade	3615	NA	-
Assam	Guhawati	S-Grade	3933	NA	-
Meghalaya	Shillong	S-Grade	3935	NA	-
Andhra Pradesh	Vijayawada	M-Grade	4000	4000	Unch
	Vijayawada	S-Grade	3900	3900	Unch
West Bengal	Kolkata	M-Grade	NA	3940	-

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)			2-Jan-17	31-Dec-16	
Uttar Pradesh	Muzaffarnagar	ChakuSukha(Cold)	3005	2975	30
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	10000	7000	3000
	Muzaffarnagar	Khurpa (Fresh)	2755	2763	-8
	Muzaffarnagar	Laddoo (Fresh)	3075	3088	-13
	Muzaffarnagar	Rascut (Fresh)	2503	2508	-5
	Hapur	Chaurasa	Closed	2725	-
	Hapur	Balti	Closed	2850	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	NA	4400	-
	Belgaum	Mudde (Average)	3300	3300	Unch
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur	Achhu	3580	3570	10
	Gulbarga	Other (Average)	NA	3450	-
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	3500	3500	Unch
	Mandya	Kurikatu (Medium)	3400	3400	Unch
	Mandya	Other (Medium)	3400	3400	Unch
	Mandya	Yellow (Medium)	3550	3500	50
	Shimoga	Achhu (Average)	NA	3900	-

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