

## Sugar & Gur Domestic & International Fundamentals

### Recent updates

- The Indian Sugar Mills Association (ISMA) estimates the average cost of producing sugar in the 2017-18 season at Rs 3,300-3,350 a quintal.
- Private mills in Uttar Pradesh are selling sugar in distress to clear their cane arrears to farmers.
- Crushing units in Maharashtra have sold their new season's output at low prices to meet their daily expenses. The benchmark M-30 variety of sugar has declined by over 3 per cent in November to trade now at Rs 3,694 per quintal in the Vashi Agricultural Produce Market Committee wholesale market.
- Mills in western Maharashtra have committed to pay cane farmers Rs 200 above the fair and remunerative price of Rs 255 a quintal and their cost of producing sugar works out to Rs 3,500 a quintal.

### Previous updates

- As per the latest UNICA report Brazil's main C.S region produced 1.88 MMT of sugar in the second half of October, 2017 which was 4.80 per cent lower than the sugar crushed in the first half of October, 2017.
- India's sugar production in first 45 days of the crushing season rose by 79.01% as the country produced 13.73 LT of sugar in 2017-18( 01<sup>st</sup> October,2017-15<sup>th</sup> November,2017) compared to 7.67 LT of production made in 2016-17(01<sup>st</sup> October,2016-15<sup>th</sup> November,2016).
- 78 sugar mills in U.P have produced 5.6 LT of Sugar in 2017-18(01<sup>st</sup> October, 2017-15<sup>th</sup> November, 2017) which is 3.74 LT higher than corresponding period last year.
- Sugar production in Maharashtra rose by 69.8% as the state produced 3.26 LT of sugar in 2017-18(01<sup>st</sup> October,2017-15<sup>th</sup> November,2017) compared to 1.92 LT in the period 01<sup>st</sup> October,2016 to 15<sup>th</sup> November,2016.
- Karnataka has produced 3.76 LT of sugar in current year (01<sup>st</sup> October,2017-15<sup>th</sup> November,2017) which is the same as last year during the same period.
- China's sugar imports climbed 60.6 percent in October from the year before to 170,000 tonnes customs data showed on Thursday.
- The Punjab government had announced cane SAP (State Advisory Price) of Rs 290 per quintal for 2017-18 (01st October, 2017 – 30th September, 2018) which was same as that fixed for the year 2016-17 (01st October, 2016 – 30th September, 2017). Uttar Pradesh's SAP for current year is Rs.315 per quintal compared to Rs.305 per quintal last year and Haryana's SAP for the current year stands at Rs.330 per quintal compared to Rs.320 per quintal in 2016-17. SAP for all states is basis 9.5% recovery rates with premium for higher recovery rates.
- As per the Agriwatch estimate India is expected to produce 252 lakh tonnes (LT) of sugar in 2017-18 (01<sup>st</sup> October, 2017 – 30<sup>th</sup> September, 2018).

## NCDEX Sugar (M grade) Future Quotes (At 05:00 p.m. as on 30.11.2017)

Contract	+/-	Open	High	Low	Close
Jan-17	40	3191.00	3240.00	3191.00	3240.00

  

Contract	Volume
Dec-17	

  

Spread
Basis
Jan-17

Note:

NCDEX Stock & Fed Position					
Stocks	Grade	Demat	In-Process	Total	FED
		2-Dec-17	2-Dec-17	2-Dec-17	6-Nov-17
Delhi	M	-	-	-	-
Sangli	M	-	-	-	-
Sholapur	M	-	-	-	-
Kolhapur	M	-	-	-	-
Belgaum	M	-	-	-	-
Delhi	S	-	-	-	-
Sangli	S	-	-	-	-
Sholapur	S	-	-	-	-
Kolhapur	S	-	-	-	-
Belgaum	S	-	-	-	-

Sugar Futures ICE& LIFFE as on 1 <sup>st</sup> December,2017					
ICE Sugar Futures (In Cents/Pound)					
Contract	Open	High	Low	Close	+/-
Mar-18	15.06	15.21	14.95	14.98	-0.10
May-18	15.02	15.15	14.92	14.94	-0.09
July-18	15.02	15.14	14.92	14.93	-0.10
LCE Sugar Futures (In US\$/MT)					
Contract	Open	High	Low	Close	+/-
Mar-18	389.10	392.40	388.00	388.90	-1.50
May-18	392.00	394.90	390.70	391.10	-1.80
Aug-18	395.60	398.40	395.00	395.70	-1.70

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	380.40	-

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			4-Dec-17	2-Dec-17	
Delhi	Delhi	M-Grade	3534	3534	Unch
	Delhi	S-Grade	3514	3514	Unch
Uttar Pradesh	Khatauli	M-Grade	3560	3590	-30
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	3440	3500	-60
	Dhampur	S-Grade Ex-Mill	3420	3480	-60
	Dhampur	L-Grade Ex-Mill	3490	3550	-60
Maharashtra	Mumbai	M-Grade	3682	3682	Unch
	Mumbai	S-Grade	3470	3480	-10
	Nagpur	M-Grade	3375	3395	-20
	Nagpur	S-Grade	3295	3295	Unch
	Kolhapur	M-Grade	3250	3270	-20
	Kolhapur	S-Grade	3170	3170	Unch
Assam	Guhawati	S-Grade	3481	3481	Unch
Meghalaya	Shillong	S-Grade	3490	3490	Unch
Andhra Pradesh	Vijayawada	M-Grade	3743	3743	Unch
	Vijayawada	S-Grade	NA	NA	-
West Bengal	Kolkata	M-Grade	3830	3870	-40
Tamil Nadu	Chennai	S-Grade	3700	3700	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)			4-Dec-17	2-Dec-17	
Uttar Pradesh	Muzaffarnagar	Chaku Sukha(Cold)	2813	2800	13
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	10000	10000	Unch
	Muzaffarnagar	Khurpa (Fresh)	2538	2538	Unch
	Muzaffarnagar	Laddoo (Fresh)	2788	2788	Unch
	Muzaffarnagar	Rascut (Fresh)	2163	2150	13
	Hapur	Chaurasa	Closed	2325	-
	Hapur	Balti	Closed	2325	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4900	NA	-
	Belgaum	Mudde (Average)	NA	NA	-

	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	3215	NA	-
	Mahalingapura	Penti (Average)	3673	NA	-
	Mandya	Achhu (Medium)	3300	NA	-
	Mandya	Kurikatu (Medium)	3000	NA	-
	Mandya	Other (Medium)	3000	NA	-
	Mandya	Yellow (Medium)	3200	NA	-
	Shimoga/Shivamogga	Achhu (Average)	NA	NA	-

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