

## Sugar & Gur Domestic & International Fundamentals

### Recent updates

- Due to good monsoon rain this year, sugar mills in Maharashtra have reported about 60 per cent increase in sugarcane crushing and a 56 per cent jump in sugar production over last year.
- Maharashtra state Co-operative Department said that last year due to the poor monsoon, only 138 sugar mills were operating in December. But this year 171 mills are open. This year, however, the sugar recovery factor is marginally lower at 9.31 per cent (9.52 per cent).

### Previous 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.
- 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).
- 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.
- 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 05-12-2017)

Contract	+/-	Open	High	Low	Close
Dec-17	-56	3212	3212	3160	3160

  

Contract	Volume
Dec-17	

  

Spread
Basis

Dec-17

Note:

NCDEX Stock & Fed Position					
Stocks	Grade	Demat	In-Process	Total	FED
		4-Dec-17	4-Dec-17	4-Dec-17	4-Dec-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	15.02	15.15	14.84	15.06	0.08
May-18	14.99	15.09	14.82	15.00	0.06
July-18	14.96	15.07	14.83	14.97	0.04
LCE Sugar Futures (In US\$/MT)					
Contract	Open	High	Low	Close	+/-
Mar-18	389.30	389.40	381.40	386.40	-2.50
May-18	391.60	392.30	384.50	390.00	-1.10
Aug-18	395.60	397.00	389.80	395.00	-0.70

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	386.40	-

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			5-Dec-17	4-Dec-17	
Delhi	Delhi	M-Grade	3515	3534	-19
	Delhi	S-Grade	3495	3514	-19
Uttar Pradesh	Khatauli	M-Grade	3560	3560	Unch
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	3440	3440	Unch
	Dhampur	S-Grade Ex-Mill	3420	3420	Unch
	Dhampur	L-Grade Ex-Mill	3490	3490	Unch
Maharashtra	Mumbai	M-Grade	3672	3682	-10
	Mumbai	S-Grade	3440	3470	-30
	Nagpur	M-Grade	3375	3375	Unch
	Nagpur	S-Grade	3295	3295	Unch
	Kolhapur	M-Grade	3250	3250	Unch
	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	3840	3743	97
	Vijayawada	S-Grade	NA	NA	-
West Bengal	Kolkata	M-Grade	3830	3830	Unch
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)			5-Dec-17	4-Dec-17	
Uttar Pradesh	Muzaffarnagar	Chaku Sukha(Cold)	2850	2813	38
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	5000	10000	-5000
	Muzaffarnagar	Khurpa (Fresh)	2650	2538	113
	Muzaffarnagar	Laddoo (Fresh)	2878	2788	90
	Muzaffarnagar	Rascut (Fresh)	2213	2163	50

	Hapur	Chaurasa	2563	Closed	-
	Hapur	Balti	2500	Closed	-
<b>Maharashtra</b>	Latur	Lal Variety	NR	NR	-
<b>Karnataka</b>	Bangalore	Mudde (Average)	4900	4900	Unch
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	3300	NA	-
	Gulbarga/Kalaburgi	Other (Average)	3340	3215	125
	Mahalingapura	Penti (Average)	NA	3673	-
	Mandya	Achhu (Medium)	3450	3300	150
	Mandya	Kurikatu (Medium)	3150	3000	150
	Mandya	Other (Medium)	3100	3000	100
	Mandya	Yellow (Medium)	3350	3200	150
	Shimoga/Shivamogga	Achhu (Average)	3850	3850	Unch

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