

Sugar & Gur Domestic & International Fundamentals

Recent updates

- According to Sugar Mills Association (ISMA) has projected increase in sugar off take and improvement in market sentiments in next few weeks as it believes that the government has decided not to continue with stock holding limit on traders beyond December 31, 2017 which was implemented in April 2016.

Previous 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).
- 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(01st October,2017-15th November,2017) compared to 7.67 LT of production made in 2016-17(01st October,2016-15th November,2016).
- Sugar production in Maharashtra rose by 69.8% as the state produced 3.26 LT of sugar in 2017-18(01st October,2017-15th November,2017) compared to 1.92 LT in the period 01st October,2016 to 15th November,2016.
- Karnataka has produced 3.76 LT of sugar in current year (01st October,2017-15th 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 (01st October, 2017 – 30th 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

NCDEX Stock & Fed Position					
Stocks	Grade	Demat	In-Process	Total	FED
		5-Dec-17	5-Dec-17	5-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 5 th December,2017					
ICE Sugar Futures (In Cents/Pound)					
Contract	Open	High	Low	Close	+/-
Mar-18	15.04	15.15	14.87	14.90	-0.16
May-18	14.98	15.07	14.84	14.87	-0.13
July-18	14.95	15.04	14.82	14.85	-0.12
LCE Sugar Futures (In US\$/MT)					
Contract	Open	High	Low	Close	+/-
Mar-18	386.50	388.00	382.70	383.00	-3.40
May-18	390.10	391.50	386.30	386.60	-3.40
Aug-18	395.00	395.60	391.10	391.20	-3.80

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	383.00	-

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			6-Dec-17	5-Dec-17	
Delhi	Delhi	M-Grade	3495	3515	-20
	Delhi	S-Grade	3475	3495	-20
Uttar Pradesh	Khatauli	M-Grade	3535	3560	-25
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	3400	3440	-40
	Dhampur	S-Grade Ex-Mill	3380	3420	-40
	Dhampur	L-Grade Ex-Mill	3450	3490	-40
Maharashtra	Mumbai	M-Grade	3672	3672	Unch
	Mumbai	S-Grade	3440	3440	Unch
	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	3800	3840	-40
	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)			6-Dec-17	5-Dec-17	
Uttar Pradesh	Muzaffarnagar	Chaku Sukha(Cold)	2913	2850	63
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	5000	5000	Unch
	Muzaffarnagar	Khurpa (Fresh)	2713	2650	63
	Muzaffarnagar	Laddoo (Fresh)	2900	2878	23
	Muzaffarnagar	Rascut (Fresh)	2238	2213	25
	Hapur	Chaurasa	2563	2563	Unch
	Hapur	Balti	2500	2500	Unch
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4900	4900	Unch
	Belgaum	Mudde (Average)	3800	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	3300	-

	Gulbarga/Kalaburgi	Other (Average)	3150	3340	-190
	Mahalingapura	Penti (Average)	3512	3634	-122
	Mandya	Achhu (Medium)	3500	3450	50
	Mandya	Kurikatu (Medium)	3300	3150	150
	Mandya	Other (Medium)	3200	3100	100
	Mandya	Yellow (Medium)	3500	3350	150
	Shimoga/Shivamogga	Achhu (Average)	3850	3850	Unch

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