

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 07-12-2017)

Contract	+/-	Open	High	Low	Close
Dec-17	-2	3199	3199	3189	3189

Contract	Volume
Dec-17	

Spread
Basis
Dec-17

NCDEX Stock & Fed Position					
Stocks	Grade	Demat	In-Process	Total	FED
		6-Dec-17	6-Dec-17	6-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 6 th December,2017					
ICE Sugar Futures (In Cents/Pound)					
Contract	Open	High	Low	Close	+/-
Mar-18	14.89	14.89	14.44	14.45	-0.45
May-18	14.86	14.86	14.46	14.46	-0.41
July-18	14.85	14.85	14.49	14.49	-0.36
LCE Sugar Futures (In US\$/MT)					
Contract	Open	High	Low	Close	+/-
Mar-18	382.40	382.70	375.00	375.30	-7.70
May-18	386.10	386.40	378.60	378.80	-7.80
Aug-18	391.20	391.20	384.00	384.20	-7.00

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	375.30	-

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			7-Dec-17	6-Dec-17	
Delhi	Delhi	M-Grade	3465	3495	-30
	Delhi	S-Grade	3445	3475	-30
Uttar Pradesh	Khatauli	M-Grade	3515	3535	-20
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	3400	3400	Unch
	Dhampur	S-Grade Ex-Mill	3380	3380	Unch
	Dhampur	L-Grade Ex-Mill	3450	3450	Unch
Maharashtra	Mumbai	M-Grade	3630	3672	-42
	Mumbai	S-Grade	3420	3440	-20
	Nagpur	M-Grade	3375	3375	Unch
	Nagpur	S-Grade	3275	3295	-20
	Kolhapur	M-Grade	3250	3250	Unch
	Kolhapur	S-Grade	3150	3170	-20
Assam	Guhawati	S-Grade	3461	3481	-20
Meghalaya	Shillong	S-Grade	3470	3490	-20
Andhra Pradesh	Vijayawada	M-Grade	3780	3800	-20
	Vijayawada	S-Grade	NA	NA	-
West Bengal	Kolkata	M-Grade	3800	3830	-30
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)			7-Dec-17	6-Dec-17	
Uttar Pradesh	Muzaffarnagar	ChakuSukha(Cold)	2975	2913	63
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	6000	5000	1000
	Muzaffarnagar	Khurpa (Fresh)	2750	2713	38
	Muzaffarnagar	Laddoo (Fresh)	2925	2900	25
	Muzaffarnagar	Rascut (Fresh)	2288	2238	50
	Hapur	Chaurasa	2475	2563	-88
	Hapur	Balti	2500	2500	Unch
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4900	4900	Unch
	Belgaum	Mudde (Average)	NA	3800	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	3035	NA	-

	Gulbarga/Kalaburgi	Other (Average)	3160	3150	10
	Mahalingapura	Penti (Average)	3431	3512	-81
	Mandya	Achhu (Medium)	3400	3500	-100
	Mandya	Kurikatu (Medium)	3300	3300	Unch
	Mandya	Other (Medium)	3200	3200	Unch
	Mandya	Yellow (Medium)	3400	3500	-100
	Shimoga/Shivamogga	Achhu (Average)	NA	3850	-

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