

Sugar & Gur Domestic & International Fundamentals

Recent updates

- The total sugar production this year is estimated to be around 249 lakh tonnes against estimated consumption requirement of about 250 lakh tonnes, an official statement said on Tuesday.
- Given the current comfortable position of production and in order to further smoothen the supply chain for easy availability of sugar in all regions, the government has withdrawn stock holding and turnover limits on dealers of sugar with immediate effect.

Previous updates

- Sugar Mills have produced 69.40 lakh tonne of sugar till December 15 of the 2017-18 marketing year as compared to 53.46 lakh tonne in the corresponding period of the previous year.
- Sugar millers want a reduction of export duty on sugar to zero as well as a total import ban on the sweetener. These, the millers said, were necessary in view of the decision of Pakistan to provide export subsidy to 15 lakh tones of sugar, which they say, will eat up India's traditional market of Bangladesh.
- Indian Sugar Mills Association (ISMA) has asked the government preferential duty structure from Bangladesh and Sri Lanka for Indian sugar. Sugar is expected to be surplus in India this year on account of higher output estimates in 2017 -18. Bangladesh levys import duty of USD 150 per tonne on sugar, Sri Lanka imposes USD 100 per tonne. The two neighbours import about 25-30 lakh tonnes of sweetener annually according to ISMA.
- Sugarcane crushing in Maharashtra has risen to 166.55 lakh tonnes against previous season's 104.11 Lakh tonnes. Sugar production increased to 154.99 lakh quintals from 99.11 lakh quintals registered last year.
- 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.
- 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.
- 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.

NCDEX Sugar (M grade) Future Quotes (At 05:00 p.m. as on 20-12-2017)

Contract	+/-	Open	High	Low	Close
Mar-18	-	-	-	-	-

Contract	Volume
Mar-18	

Spread
Basis
Mar-18

NCDEX Stock & Fed Position					
Stocks	Grade	Demat	In-Process	Total	FED
		19-Dec-17	19-Dec-17	19-Dec-17	18-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 19 th December,2017					
ICE Sugar Futures (In Cents/Pound)					
Contract	Open	High	Low	Close	+/-
Mar-18	13.80	14.43	13.78	14.41	0.65
May-18	13.68	14.25	13.66	14.23	0.59
July-18	13.75	14.30	13.72	14.29	0.58
LCE Sugar Futures (In US\$/MT)					
Contract	Open	High	Low	Close	+/-
Mar-18	362.80	377.70	362.10	377.20	15.20
May-18	363.50	377.10	362.50	376.80	14.60
Aug-18	367.10	380.30	366.70	379.90	13.80

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	377.20	14.60

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			20-Dec-17	19-Dec-17	
Delhi	Delhi	M-Grade	3448	3448	Unch
	Delhi	S-Grade	3428	3428	Unch
Uttar Pradesh	Khatauli	M-Grade	3464	3464	Unch
	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	3580	3580	Unch
	Mumbai	S-Grade	3320	3320	Unch
	Nagpur	M-Grade	3325	3300	25
	Nagpur	S-Grade	3225	3200	25
	Kolhapur	M-Grade	3200	3175	25
	Kolhapur	S-Grade	3100	3075	25
Assam	Guhawati	S-Grade	3410	3385	25
Meghalaya	Shillong	S-Grade	3420	3395	25
Andhra Pradesh	Vijayawada	M-Grade	3700	3700	Unch
	Vijayawada	S-Grade	3640	3640	Unch
West Bengal	Kolkata	M-Grade	3700	3700	Unch
Tamil Nadu	Chennai	S-Grade	3580	3580	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)			20-Dec-17	19-Dec-17	
Uttar Pradesh	Muzaffarnagar	ChakuSukha(Cold)	2825	2888	-63
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	5000	5000	Unch
	Muzaffarnagar	Khurpa (Fresh)	2715	2683	33
	Muzaffarnagar	Laddoo (Fresh)	2965	2945	20
	Muzaffarnagar	Rascut (Fresh)	2255	2225	30
	Hapur	Chaurasa	2563	2550	13
	Hapur	Balti	2525	2525	Unch
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4900	4900	Unch
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-

	Gulbarga/Kalaburgi	Other (Average)	NA	3540	-
	Mahalingapura	Penti (Average)	3403	3465	-62
	Mandya	Achhu (Medium)	3350	3350	Unch
	Mandya	Kurikatu (Medium)	3300	3300	Unch
	Mandya	Other (Medium)	3150	3250	-100
	Mandya	Yellow (Medium)	3500	3500	Unch
	Shimoga/Shivamogga	Achhu (Average)	3900	3900	Unch

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