

Sugar & Gur Domestic & International Fundamentals

Recent updates

- Sugar prices at upper level ruled firm but remained steady at Vashi on Tuesday on routine demand amid ample supply. At the Vashi market, prices were mixed with little volatility. Naka rates went up by Rs 30 a quintal as Maharashtra's mills were not keen to sell at lower rates. With enough inventories, stockists are easily fulfilling their orders.

Previous updates

- On Friday, cooperative and private millers from Maharashtra held a meeting to discuss the various issues plaguing the sector. BB Thombare, president of the Western India Sugar Mills Association (WISMA) - the apex body of private millers in Maharashtra - said they have decided to meet the chief minister early in January to discuss the issues. In view of the falling prices, payment of the fair and remunerative price (FRP) to the growers is becoming a major issue for us. Unless there are some policy level tweaks, the mills will soon not be in a position to pay the growers.
- Raw sugar futures on ICE were slightly lower on Friday, putting the market on course for an annual loss of around 23 percent, weighed down by rising global production.
- Despite removal of stock limit on sugar on Tuesday, sugar prices have not improved much. Lack of demand due to winter season and expectations of higher production are keeping prices subdued. Sugar prices have declined by Rs 3-4 per kg during past two months.
- Mexico's sugar mills produced 197,425 tonnes of sugar, tel quel, in the week to December 16, up sharply from 149,390 in the same week last year.
- A surge in EU sugar production this year after the scrapping of output quotas will tail off in the coming decade as the market faces lower prices, consumer health concerns and competition from rival sweetener isoglucose, the EU Commission said.
- The government's Commodity Supply Corporation (Conab) raised its estimate for the Brazil's total sugar production in the current 2017/18 crop year fractionally to 39.46 mln tonnes, tel quel, from 39.39 mln in August, which would be up 2.0% from 38.6.

NCDEX Sugar (M grade) Future Quotes (At 05:00 p.m. as on 03-01-2018)

Contract	+/-	Open	High	Low	Close
C1	0	3180	3260	3173	3180

Contract	Volume
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Spread
Basis

NCDEX Stock & Fed Position					
Stocks	Grade	Demat	In-Process	Total	FED
		2-Jan-18	2-Jan-18	2-Jan-18	1-Jan-18
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 2nd January 2018					
ICE Sugar Futures (In Cents/Pound)					
Contract	Open	High	Low	Close	+/-
Mar-18	15.08	15.34	15.04	15.33	0.17
May-18	14.95	15.20	14.92	15.19	0.17
July-18	15.00	15.17	14.95	15.17	0.13
LCE Sugar Futures (In US\$/MT)					
Contract	Open	High	Low	Close	+/-
Mar-18	394.80	399.00	392.50	398.60	3.90
May-18	393.10	396.50	391.00	396.20	3.00
Aug-18	394.90	398.70	393.10	398.40	3.70

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	398.60393.50	5.1

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			3-Jan-18	2-Jan-18	
Delhi	Delhi	M-Grade	3391	3500	-109
	Delhi	S-Grade	3371	3480	-109
Uttar Pradesh	Khatauli	M-Grade	3390	3395	-5
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	3290	3290	Unch
	Dhampur	S-Grade Ex-Mill	3270	3270	Unch

	Dhampur	L-Grade Ex-Mill	3340	3340	Unch
Maharashtra	Mumbai	M-Grade	3550	3550	Unch
	Mumbai	S-Grade	3290	3290	Unch
	Nagpur	M-Grade	Closed	3275	-
	Nagpur	S-Grade	Closed	3175	-
	Kolhapur	M-Grade	Closed	3150	-
	Kolhapur	S-Grade	Closed	3050	-
Assam	Guhawati	S-Grade	Closed	3360	-
Meghalaya	Shillong	S-Grade	Closed	3370	-
Andhra Pradesh	Vijayawada	M-Grade	3700	3700	Unch
	Vijayawada	S-Grade	3640	3640	Unch
West Bengal	Kolkata	M-Grade	NA	3670	-
Tamil Nadu	Chennai	S-Grade	3650	3650	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)			3-Jan-18	2-Jan-18	
Uttar Pradesh	Muzaffarnagar	Chaku Sukha(Cold)	2688	2703	-15
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	5000	6000	-1000
	Muzaffarnagar	Khurpa (Fresh)	2565	2550	15
	Muzaffarnagar	Laddoo (Fresh)	2840	2825	15
	Muzaffarnagar	Rascut (Fresh)	2213	2213	Unch
	Hapur	Chaurasa	2575	2500	75
	Hapur	Balti	2550	2550	Unch
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4850	4850	Unch
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	3540	3540	Unch
	Mahalingapura	Penti (Average)	NA	3309	-
	Mandya	Achhu (Medium)	3300	3300	Unch
	Mandya	Kurikatu (Medium)	3200	3200	Unch
	Mandya	Other (Medium)	3150	3100	50
	Mandya	Yellow (Medium)	3300	3300	Unch
	Shimoga/Shivamogga	Achhu (Average)	3750	3600	150

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