

Sugar & Gur Domestic & International Fundamentals**Recent updates**

- Sugar prices at the Vashi wholesale market ruled flat with Rs 2-4 a quintal volatility on Monday on ample supply amid limited demand. Naka and mill tender rates also remained steady. Stockists stayed away from fresh bulk buying.
- The Cooperative sugar mills in Haryana have crushed 205.18 lakh quintal of sugarcane and produced over 19.42 lakh quintals of sugar so far during the ongoing crushing season.

Previous updates.

- The Maharashtra state government would soon procure sugar from mills at the rate of Rs 3,200 a quintal to arrest the slide in sugar prices. Minister for Cooperation Subhash Deshmukh, speaking to The Indian Express, said that around 25 per cent of total production in the state can thus be procured in the months to come.
- There are indications that the government may allow export of raw sugar under Duty Free Import Authorization (DFIA) scheme, which was withdrawn in May 2015.
- Sugar mills' cane arrears for the 2017-18 season stand at Rs 7,826 crore, down 13% from a year ago, according to the food ministry. As on date, cane price arrears in the current season on SAP (state-advised price) basis are at Rs 7,826 crore in comparison with Rs 8,982 crore in the corresponding period of the last sugar season.
- Brazil exported only 1.592 mln tonnes, raw value, of sugar in January 2018, down further from 1.937 mln a month earlier and significantly below 2.251 mln in the same month last year
- Raw sugar futures edged up on Thursday, steadying after falling sharply in the prior session when speculative short covering came to a sudden halt. March raw sugar was up 0.02 cent, or 0.2 percent, at 13.25 cents per lb by 1150 GMT. Prices tumbled more than 3 percent on Wednesday, as a recent bout of speculative short covering petered out, giving way to long liquidation.
- US domestic consumption of ethanol has eaten through close to a million barrels of ethanol in the week ending January 26, with production falling slightly, data from the USDA has shown Wednesday. Ethanol production remained comfortably above the million barrel mark at 1.04 million barrels a day, a fall of 22,000 barrels per day from the previous week, according to the data.
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- Government of Pakistan has increased the volume of sugar eligible for an export subsidy from 500,000 metric tons to 2.0 million metric tons. The subsidy is categorized as a freight subsidy of up to \$97 per metric ton, for total potential subsidy expenditures of \$194 million. Pakistan has utilized export subsidies to move sugar off its domestic market during four of the past five marketing years.
- March raw sugar was off 0.08 cents, or 0.6 percent, to 13.59 cents per lb by 1302 GMT after rising to a peak of 13.71 cents, its highest in almost two weeks. Dealers said the market rose on Monday on data that showed speculators held a sharply increased net short position, a possible signal that the selling spree was about to end.
- Cuba canceled sugar exports this month and is struggling to meet local demand after rain all but washed out harvesting, the head of the state sugar monopoly said over the weekend.
- India's sugar mills produced 3.211 mln tonnes of sugar, white value, in the first half of January, down from 3.386 mln in the previous fortnight but sharply above 2.289 mln in the same period last year.

NCDEX Sugar (M grade) Future Quotes (At 05:00 p.m. as on 06-02-2018)

Contract	+/-	Open	High	Low	Close
C1	0	2873	2873	2873	2873

Contract	Volume
C1	-

Spread
Basis

NCDEX Stock & Fed Position

Stocks	Grade	Demat	In-Process	Total	FED
		5-Feb-18	5-Feb-18	5-Feb-18	29-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 5th February, 2018

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-18	13.66	13.92	13.28	13.90	0.27
May-18	13.73	13.89	13.35	13.86	0.18
July-18	13.95	14.06	13.54	14.03	0.13

LCE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-18	360.00	361.70	352.90	361.20	3.10
May-18	362.70	365.00	355.70	364.30	3.50
Aug-18	365.70	368.00	359.30	367.00	2.90

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	355.60	

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			6-Feb-18	5-Feb-18	
Delhi	Delhi	M-Grade	3209	3159	50
	Delhi	S-Grade	3189	3139	50
Uttar Pradesh	Khatauli	M-Grade	3205	3205	Unch
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	3070	3070	Unch
	Dhampur	S-Grade Ex-Mill	3050	3050	Unch
	Dhampur	L-Grade Ex-Mill	3120	3120	Unch
Maharashtra	Mumbai	M-Grade	3306	3300	6
	Mumbai	S-Grade	3072	3060	12
	Nagpur	M-Grade	3275	3125	150
	Nagpur	S-Grade	3175	3025	150
	Kolhapur	M-Grade	3150	3000	150
	Kolhapur	S-Grade	3050	2900	150
Assam	Guhawati	S-Grade	3360	3207	152
Meghalaya	Shillong	S-Grade	3370	3220	150
Andhra Pradesh	Vijayawada	M-Grade	3460	3460	Unch
	Vijayawada	S-Grade	3400	3400	Unch
West Bengal	Kolkata	M-Grade	NA	NA	-
Tamil Nadu	Chennai	S-Grade	3300	3300	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-Feb-18	5-Feb-18	
Uttar Pradesh	Muzaffarnagar	ChakuSukha(Cold)	2585	2578	8
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	6000	8000	-2000
	Muzaffarnagar	Khurpa (Fresh)	2575	2600	-25
	Muzaffarnagar	Laddoo (Fresh)	2568	2538	30
	Muzaffarnagar	Rascut (Fresh)	2170	2163	8
	Hapur	Chaurasa	2213	Closed	-
	Hapur	Balti	2188	Closed	-

Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4800	4800	Unch
	Belgaum	Mudde (Average)	NA	3600	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	2540	-
	Gulbarga/Kalaburgi	Other (Average)	NA	2895	-
	Mahalingapura	Penti (Average)	NA	3236	-
	Mandya	Achhu (Medium)	3200	3150	50
	Mandya	Kurikatu (Medium)	3000	3100	-100
	Mandya	Other (Medium)	3000	3000	Unch
	Mandya	Yellow (Medium)	NA	NA	-
	Shimoga/Shivamogga	Achhu (Average)	NA	3700	-

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