

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

- There has been an increase in the import duty of sugar to nearly 100 percent, and now according to government sources, government is likely to ask the sugar mills to hold 83 percent of their January stocks by February end. This would be increased to 88 percent of February stocks to be held until the end of March. In an interview to CNBC-TV18, Praful Vithlani, Chairman of All India Sugar Trade Association (AISTA), spoke about the impact on the sugar prices.
- Sugar prices extended gain at mill level by Rs10 a quintal amid increase in freight rates by Rs 5 kept Vashi spot market firm on Wednesday. Prices at terminal market rose by Rs 10-15 per quintal. Naka rates ruled steady. With arrivals – local dispatches remaining at par on back of improved demand, undercurrent of the market was firm.

Previous updates.

- The government on Tuesday doubled import duty on all types of sugar (raw sugar, refined or white sugar) from the present 50% to 100%.
- 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.
- 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that the government may allow export of raw sugar under Duty Free Import Authorization (DFIA) scheme, which was withdrawn in May 2015.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.

NCDEX Sugar (M grade) Future Quotes (At 05:00 p.m. as on 08-02-2018)

Contract	+/-	Open	High	Low	Close
Feb(c1)	0	2873	2873	2873	2873
	Contract	Volume			
	C1	-			
	Spread (Basis)				

NCDEX Stock & Fed Position

Stocks	Grade	Demat	In-Process	Total	FED
		7-Feb-18	7-Feb-18	7-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 7th February,2018

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-18	13.84	14.04	13.62	14.00	0.16
May-18	13.85	14.01	13.63	13.98	0.13
July-18	14.03	14.17	13.83	14.16	0.11

LCE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-18	356.50	362.40	354.30	361.00	3.40
May-18	361.40	366.50	358.90	365.40	3.50
Aug-18	363.80	368.90	362.10	367.80	2.60

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			8-Feb-18	7-Feb-18	
Delhi	Delhi	M-Grade	3201	3182	19
	Delhi	S-Grade	3181	3162	19
Uttar Pradesh	Khatauli	M-Grade	3250	3205	45
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	3050	3070	-20
	Dhampur	S-Grade Ex-Mill	3030	3050	-20
	Dhampur	L-Grade Ex-Mill	3100	3120	-20
Maharashtra	Mumbai	M-Grade	3350	3330	20
	Mumbai	S-Grade	3096	3080	16
	Nagpur	M-Grade	3225	3275	-50
	Nagpur	S-Grade	3125	3175	-50
	Kolhapur	M-Grade	3100	3150	-50
	Kolhapur	S-Grade	3000	3050	-50
Assam	Guhawati	S-Grade	3309	3360	-51
Meghalaya	Shillong	S-Grade	3320	3370	-50
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)			8-Feb-18	7-Feb-18	
Uttar Pradesh	Muzaffarnagar	Chaku Sukha(Cold)	2580	2580	Unch
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	7000	7000	Unch
	Muzaffarnagar	Khurpa (Fresh)	2568	2563	5
	Muzaffarnagar	Laddoo (Fresh)	2555	2553	3
	Muzaffarnagar	Rascut (Fresh)	2163	2163	Unch
	Hapur	Chaurasa	2213	2213	Unch
	Hapur	Balti	2200	2200	Unch
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4800	4800	Unch
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	2475	NA	-
	Gulbarga/Kalaburgi	Other (Average)	3160	3150	10
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	3200	3200	Unch
	Mandya	Kurikatu (Medium)	3000	3000	Unch
	Mandya	Other (Medium)	3000	3100	-100
	Mandya	Yellow (Medium)	3100	3100	Unch
	Shimoga/Shivamogga	Achhu (Average)	NA	3750	-

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