

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

- The central government has put a ceiling on the amount of sugar mills can sell by imposing significant minimum stocks for the next two months to check falling prices. Millers have welcomed the decision, saying it will help further improve sugar prices, which have already jumped 3.5% since the government doubled import duty on sugar to 100% on Tuesday.
- Sugar market witnessed a jump in prices on Thursday extending its bullish trend on higher demand at mill and market level. At the Vashi wholesale market, prices were up ₹15-20 a quintal, while naka rates were up ₹40-50. Mill tender rates gained ₹20-30. Arrivals increased to 61-62 truck loads and local dispatches were at 60-62 loads.
- U.S. ethanol exports set a new record in 2017, with an astonishing 1.37 billion gallons shipped to more than 60 countries around the world. The 2017 export total was up 17 percent from 2016 and beat the previous record set in 2011 by some 174 million gallons (mg).

**Previous 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.
- 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that the government may allow export of raw sugar under Duty Free Import Authorization (DFIA) scheme, which was withdrawn in May 2015.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 09-02-2018)

Contract	+/-	Open	High	Low	Close
Feb(c1)	0	2959	2959	2959	2959
	<b>Contract</b>	<b>Volume</b>			
	C1	-			
	Spread (Basis)				

## NCDEX Stock & Fed Position

Stocks	Grade	Demat	In-Process	Total	FED
		8-Feb-18	8-Feb-18	8-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 8<sup>th</sup> February,2018

### ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Mar-18	14.00	14.03	13.55	13.58	-0.42
May-18	13.99	13.99	13.55	13.59	-0.39
July-18	14.11	14.16	13.74	13.78	-0.38

### LCE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Mar-18	360.40	361.10	349.90	350.80	-10.20
May-18	364.50	365.70	355.80	357.10	-8.30
Aug-18	366.80	368.60	360.10	361.20	-6.60

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			9-Feb-18	8-Feb-18	
Delhi	Delhi	M-Grade	3287	3201	86
	Delhi	S-Grade	3267	3181	86
Uttar Pradesh	Khatauli	M-Grade	3250	3250	Unch
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	3050	3050	Unch
	Dhampur	S-Grade Ex-Mill	3030	3030	Unch
	Dhampur	L-Grade Ex-Mill	3100	3100	Unch
Maharashtra	Mumbai	M-Grade	3400	3350	50
	Mumbai	S-Grade	3120	3096	24
	Nagpur	M-Grade	3225	3225	Unch
	Nagpur	S-Grade	3125	3125	Unch
	Kolhapur	M-Grade	3100	3100	Unch
	Kolhapur	S-Grade	3000	3000	Unch
Assam	Guhawati	S-Grade	3309	3309	Unch
Meghalaya	Shillong	S-Grade	3320	3320	Unch
Andhra Pradesh	Vijayawada	M-Grade	3500	3460	40
	Vijayawada	S-Grade	3440	3400	40
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)			9-Feb-18	8-Feb-18	
Uttar Pradesh	Muzaffarnagar	Chaku Sukha(Cold)	2588	2580	8
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	9000	7000	2000
	Muzaffarnagar	Khurpa (Fresh)	2575	2568	8
	Muzaffarnagar	Laddoo (Fresh)	2555	2555	Unch
	Muzaffarnagar	Rascut (Fresh)	2155	2163	-8
	Hapur	Chaurasa	2213	2213	Unch
	Hapur	Balti	2200	2200	Unch

<b>Maharashtra</b>	Latur	Lal Variety	NR	NR	-
<b>Karnataka</b>	Bangalore	Mudde (Average)	4800	4800	Unch
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	2475	-
	Gulbarga/Kalaburgi	Other (Average)	3050	3160	-110
	Mahalingapura	Penti (Average)	3213	NA	-
	Mandya	Achhu (Medium)	3200	3200	Unch
	Mandya	Kurikatu (Medium)	3000	3000	Unch
	Mandya	Other (Medium)	3000	3000	Unch
	Mandya	Yellow (Medium)	NA	3100	-
	Shimoga/Shivamogga	Achhu (Average)	NA	NA	-

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