

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

- Sugar prices went up at the wholesale sugar market today on emergence of buying by stockists and bulk consumers. Marketmen attributed the rise in the sweetener's prices to fresh buying by stockists and bulk consumers amid pause in arrivals from mills. In the national capital, sugar ready M-30 and S-30 edged up to Rs 3,550-3,730 and Rs 3,540-3,720 from previous levels of Rs 3,500-3,620 and Rs 3,490-3,610 per quintal respectively on increased offtake.
- Both varieties of sugar prices rebounded smartly at the Vashi wholesale market on Monday following fresh demand from stockists and bulk consumers. Small sugar (S-30) rose by Rs 44/2 per quintal to Rs 3,196/3,262 from last Saturday's closing level of Rs 3,152/3,260. Medium sugar (M-30) also moved up by Rs 10/10 per quintal to Rs 3,270/3,462 as against Rs 3,260/3,452.
- The crashing of sugar prices in the wholesale market, and lower sales, has resulted in mills owing Rs 2,500 crore to cane cultivators across Maharashtra, an official from the state cooperation department said.
- India's sugar production is likely to rise to a record 29.2 million tonnes in the 2017/18 season, up nearly 12 percent from a previous estimate as Maharashtra's output could more than double, according to a survey of global and local dealers.

**Previous updates.**

- According to Maharashtra state cooperation department, the crashing of sugar prices in the wholesale market, and lower sales, has resulted in mills owing Rs 2,500 crore to cane cultivators across Maharashtra.
- Global sugar prices have tumbled about 33 percent in the past year on a global surplus as production increases in Europe and India.
- India may export more Sugar than previously forecast as higher yields boost supply in the world's top consumer. Shipments may total 1.5 million metric tons in the next six to eight months, the Indian Sugar Mills Association (ISMA) said.
- The average price for sugar 'M' grade in key Kolhapur market settled at Rs 3162 per quintal, and It has declined compared to last week it was 3200 per quintal. Similarly, spot sugar prices for the same variety/grade in Shamli district Rs 3300 per quintal this week.
- According to Avinash Verma, Director-General of the Indian Sugar Mills' Association (ISMA), the ex-mill price of sugar in Uttar Pradesh, which had increased by nearly 13 per cent to Rs 35 a kg in the past ten days.
- Maharashtra State Cooperative Bank has increased valuation of sugar by Rs 130 per quintal to Rs 3,100 per quintal. This will help sugar mills borrow more from banks and make payments to cane farmers.
- Sugar prices had jumped by 10-12% following twin government decisions of increasing import duty and capping mill level sugar sales two weeks ago, but they have stagnated or declined slightly in different producing markets of the country in the last few days.

## NCDEX Sugar (M grade) Future Quotes (At 05:00 p.m. as on 27-02-2018)

| Contract   | +/-           | Open | High | Low  | Close | Volume | O.I |
|------------|---------------|------|------|------|-------|--------|-----|
| Cont. (C1) | 0             | 3361 | 3361 | 3361 | 3361  |        | 40  |
| Spread     | Cont Mar (C1) |      |      |      |       |        |     |
| Spot       | -             | -    | -    | -    | -     | -      |     |
|            | -             | -    | -    | -    | -     | -      |     |

## NCDEX Stock & Fed Position

| Stocks   | Grade | Demat     | In-Process | Total     | FED       |
|----------|-------|-----------|------------|-----------|-----------|
|          |       | 26-Feb-18 | 26-Feb-18  | 26-Feb-18 | 19-Feb-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 26<sup>th</sup> February,2018

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

| Contract | Open  | High  | Low   | Close | +/-   |
|----------|-------|-------|-------|-------|-------|
| Mar-18   | 13.62 | 13.77 | 13.56 | 13.66 | -0.02 |
| May-18   | 13.43 | 13.56 | 13.31 | 13.43 | -0.03 |
| July-18  | 13.55 | 13.65 | 13.44 | 13.53 | -0.04 |

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

| Contract | Open   | High   | Low    | Close  | +/-   |
|----------|--------|--------|--------|--------|-------|
| May-18   | 363.40 | 363.80 | 358.30 | 359.40 | -2.50 |
| Aug-18   | 361.80 | 362.20 | 357.10 | 358.20 | -2.30 |
| Oct-18   | 364.00 | 364.40 | 359.80 | 361.30 | -2.00 |

| Commodity                | Price (\$/Ton) | Change |
|--------------------------|----------------|--------|
| Thai Sugar FOB 45 Icumsa | 359.40         | -2.50  |

| Sugar Prices at Key Spot Markets: |            |                        |                 |           |        |
|-----------------------------------|------------|------------------------|-----------------|-----------|--------|
| Commodity                         | Centre     | Variety                | Prices (Rs/Qtl) |           | Change |
| Sugar                             |            |                        | 27-Feb-18       | 26-Feb-18 |        |
| Delhi                             | Delhi      | M-Grade                | 3425            | 3417      | 8      |
|                                   | Delhi      | S-Grade                | 3405            | 3397      | 8      |
| Uttar Pradesh                     | Khatauli   | M-Grade                | 3400            | 3400      | Unch   |
|                                   | Ramala     | M-Grade                | NA              | NA        | -      |
|                                   | Dhampur    | M-Grade Ex-Mill        | 3190            | 3190      | Unch   |
|                                   | Dhampur    | S-Grade Ex-Mill        | 3170            | 3170      | Unch   |
|                                   | Dhampur    | L-Grade Ex-Mill        | 3240            | 3240      | Unch   |
| Maharashtra                       | Mumbai     | M-Grade                | 3460            | 3400      | 60     |
|                                   | Mumbai     | S-Grade                | 3220            | 3230      | -10    |
|                                   | Nagpur     | M-Grade                | 3275            | 3275      | Unch   |
|                                   | Nagpur     | S-Grade                | 3175            | 3175      | Unch   |
|                                   | Kolhapur   | M-Grade                | 3150            | 3150      | Unch   |
|                                   | Kolhapur   | S-Grade                | 3050            | 3050      | Unch   |
| Assam                             | Guhawati   | S-Grade                | 3360            | 3360      | Unch   |
| Meghalaya                         | Shillong   | S-Grade                | 3370            | 3370      | Unch   |
| Andhra Pradesh                    | Vijayawada | M-Grade                | 3800            | 3800      | Unch   |
|                                   | Vijayawada | S-Grade                | 3740            | 3740      | Unch   |
| West Bengal                       | Kolkata    | M-Grade                | 3650            | 3580      | 70     |
| Tamil Nadu                        | Chennai    | S-Grade                | 3500            | 3600      | -100   |
| 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)                              |                    |                          | 27-Feb-18       | 26-Feb-18 |        |
| Uttar Pradesh                             | Muzaffarnagar      | Chaku Sukha(Cold)        | 2525            | 2293      | 233    |
|   | Muzaffarnagar      | Chaku(Arrival)(40kg Bag) | 7000            | 15000     | -8000  |
|   | Muzaffarnagar      | Khurpa (Fresh)           | 2243            | 2230      | 13     |
|   | Muzaffarnagar      | Laddoo (Fresh)           | 2375            | 2438      | -63    |
|   | Muzaffarnagar      | Rascut (Fresh)           | 2113            | 2100      | 13     |
|   | Hapur              | Chaurasa                 | 2213            | Closed    | -      |
|   | Hapur              | Balti                    | 2200            | Closed    | -      |
| Maharashtra                               | Latur              | Lal Variety              | NR              | NR        | -      |
| Karnataka                                 | Bangalore          | Mudde (Average)          | 4600            | 4600      | Unch   |
|   | Belgaum            | Mudde (Average)          | NA              | NA        | -      |
|   | Belthangadi        | Yellow (Average)         | NA              | NA        | -      |
|   | Bijapur/Vijayapura | Achhu                    | NA              | NA        | -      |
|   | Gulbarga/Kalaburgi | Other (Average)          | 3290            | 3150      | 140    |
|   | Mahalingapura      | Penti (Average)          | NA              | 3353      | -      |
|   | Mandya             | Achhu (Medium)           | 3450            | 3450      | Unch   |
|   | Mandya             | Kurikatu (Medium)        | 3000            | 3000      | Unch   |
|   | Mandya             | Other (Medium)           | 3000            | 3000      | Unch   |
|   | Mandya             | Yellow (Medium)          | NA              | 3600      | -      |
|   | Shimoga/Shivamogga | Achhu (Average)          | 3700            | NA        | -      |

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