

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

- SUGAR surplus could swell to 5.3 million tonnes as production for the 2017/18 crop year is set to surge to a record 30.3 million tonnes as output rises from the top two producing states, the Western India Sugar Mills Association (WISMA) said.
- Sugar production in Maharashtra is set for a new record for crushing season 2017-18 at 10.6 million tonnes (mt), due to a sharp increase in cane yield across the state's major growing regions. It was 4.2 mt previous season.

Previous updates.

- Maharashtra has produced about 10 million tonnes, with the northern sugar bowl of Uttar Pradesh following closely at 9.3 million tonnes. India's earlier record output was in 2014-15 when mills here had produced 28.46 million tonnes of sugar.
- India's sugar production in the current season is set to touch a record 30 million tonnes, surprising both the industry and the government, with the two biggest producing states of the sweetener reporting bumper output. .
- International price of sugar stands at Rs 22 a kg on free-on-board (FOB) basis, sugar mills would have to incur a loss between Rs 7.5 and 10 a kg depending upon the proximity to the port.
- Sugar carryover stock of nearly 4 million tonnes and this year's estimated production of 29.5 million tonnes, India's sugar availability is likely to remain at 33.5 million tonnes. Against 25 million tonnes of annual consumption, India's sugar surplus is estimated at 8.5 million tonnes which stands equivalent to nearly 4 months of the whole country's consumption.
- Sugar export will not be possible at the current price as mills would have to incur heavy losses. A few mills in Maharashtra nearer to the port may be able to ship some quantity," said Sanjay Khatal, Managing Director, Maharashtra State Federation of Co-operative
- The government allowed export of two million tonnes of sugar until the end of the 2017-18 marketing year, in order to clear surplus stocks and improve cash flow to millers for making payment to sugarcane farmers.
- The government has also allowed export of white sugar till September 2018 under the Duty Free Import Authorisation (DFIA) scheme, under which exporters are allowed to import sugar at zero duty within three years.
- Under the MIEQ, it is mandatory to export the fixed quota, failing which the mills shall be deemed to be violating the directives of the government, it said. The export quota has been fixed taking into account average production of mills achieved in the last two years and up to February of this marketing year..
- Sugar mills owe Rs 13,899 crore to sugarcane growers as of March 21 of the current marketing year ending September. Mills in Uttar Pradesh have maximum cane price arrear at Rs 5,136 crore, followed by Karnataka - Rs 2,539 crore and Maharashtra - Rs 2,348 crore. The government said today.
- Global white sugar prices fell to 2-1/2 year lows this month on concerns about a surplus as the EU, Thailand and India all sharply boosted production this season, but those concerns are now offset by a lack of tenderable sugar available from Central American producers such as Guatemala.

NCDEX Sugar (M grade) Future Quotes (At 05:00 p.m. as on 04-03-2018)

Contract	+/-	Open	High	Low	Close	Volume	O.I
Cont. (C1)	-	3010	3010	3010	3010	-	-
Spread	Cont Mar (C1)						
Spot	-	-	-	-	-	-	-
	-	-	-	-	-	-	-

NCDEX Stock & Fed Position

Stocks	Grade	Demat	In-Process	Total	FED
		3-Apr-18	3-Apr-18	3-Apr-18	2-Apr-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 3rd April,2018

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
May-18	12.40	12.51	12.23	12.47	-0.05
July-18	12.51	12.64	12.38	12.61	-0.02
Oct-18	12.90	12.98	12.75	12.96	-0.02

LCE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
May-18	352.00	355.20	350.20	354.70	3.50
Aug-18	343.80	346.20	340.20	345.90	3.10
Oct-18	341.90	343.40	338.20	343.20	2.20

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icmsa	352.0	2.00

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
			4-Apr-18	3-Apr-18	
Delhi	Delhi	M-Grade	3087	3087	Unch
	Delhi	S-Grade	3067	3067	Unch
Uttar Pradesh	Khatauli	M-Grade	3170	3080	90
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	2950	2965	-15
	Dhampur	S-Grade Ex-Mill	2930	2945	-15
	Dhampur	L-Grade Ex-Mill	3000	3015	-15
Maharashtra	Mumbai	M-Grade	3302	3306	-4
	Mumbai	S-Grade	3040	3040	Unch
	Nagpur	M-Grade	3025	3025	Unch
	Nagpur	S-Grade	2925	2925	Unch
	Kolhapur	M-Grade	2900	2900	Unch
	Kolhapur	S-Grade	2800	2800	Unch
Assam	Guhawati	S-Grade	3106	3106	Unch
Meghalaya	Shillong	S-Grade	3120	3120	Unch
Andhra Pradesh	Vijayawada	M-Grade	3500	3500	Unch
	Vijayawada	S-Grade	3440	3440	Unch
West Bengal	Kolkata	M-Grade	3320	3320	Unch
Tamil Nadu	Chennai	S-Grade	3200	3200	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
			4-Apr-18	3-Apr-18	
Uttar Pradesh	Muzaffarnagar	Chaku Sukha(Cold)	2433	2430	3
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	6000	5000	1000
	Muzaffarnagar	Khurpa (Fresh)	2175	2220	-45
	Muzaffarnagar	Laddoo (Fresh)	2403	2415	-13
	Muzaffarnagar	Rascut (Fresh)	2025	2025	Unch
	Hapur	Chaurasa	2088	2100	-13

	Hapur	Balti	2100	2100	Unch
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4400	4400	Unch
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	2500	-
	Gulbarga/Kalaburgi	Other (Average)	NA	2725	-
	Mahalingapura	Penti (Average)	3126	3126	Unch
	Mandya	Achhu (Medium)	3550	3600	-50
	Mandya	Kurikatu (Medium)	3300	3400	-100
	Mandya	Other (Medium)	3450	3400	50
	Mandya	Yellow (Medium)	3600	3500	100
	Shimoga/Shivamogga	Achhu (Average)	NA	3800	-

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at © 2017 Indian Agribusiness Systems Pvt. Ltd.