

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

- The Centre is likely to provide financial support to cane farmers for produce sold to sugar mills, two government sources said, in a rare move to subsidise the industry which is reeling under a glut and struggling to export because of low global prices.
- To pay around Rs 55 (\$0.84) for every tonne of cane sold to the mills, two government sources said, seeking anonymity in line with government policy. Although India is not planning any direct incentive for sugar exports, rival suppliers such as Brazil, Australia and Thailand could still lodge complaints with the World Trade Organisation (WTO), saying such support will help Indian industry to sell overseas.

Previous updates.

- Sugarcane farmers in Uttar Pradesh are owed over Rs 8,300 crore for the crop they have supplied to mills this crushing season at the state government's "advised" price (SAP). Maharashtra's cane growers had similar unpaid dues of Rs 2,213 crore as on March 31, that too, against the Centre's lower mandated "fair and remunerative price" (FRP).
- The lack of a market-linked procurement mechanism for sugarcane is coming back to haunt the government, industry and investors. Excess output in India has coincided with higher output in Thailand, bringing down global prices. That has meant that even as domestic prices have turned weak, exports are not looking viable either
- Brazil has proposed that China introduce a quota for imports of Brazilian sugar that would face a 50 percent levy to solve a trade spat between both countries but China is resisting the plan, a person close to the negotiations told Reuters on Friday.
- China currently allows 1.94 million tonnes of total sugar imports a year at a tariff of 15 percent as part of its commitment to the World Trade Organization (WTO). Imports beyond that level face a 50 percent levy. Last May, China introduced an additional 45 percent duty on imports from several countries, including top growers such as Brazil and Thailand, to protect its industry from what it identified as a surge in imports.
- Sugar prices have witnessed a sustained decline since the beginning of the current crushing season in October 2017. So far this season, the benchmark variety 'M' has lost 18 per cent of its median value on expectations of a bumper supply for crushing seasons 2017-18 and 2018-19.
- Sugar production in Maharashtra has touched 101 lakh tons, the second highest in the state's history, reports.
- Sugar output increased 49 per cent to 28.18 million tonne (MT) so far in 2017-18 marketing year, but mills are unable to make cane payment to growers owing to low prices, industry body ISMA said on Tuesday.

NCDEX Sugar (M grade) Future Quotes (At 05:00 p.m. as on 10-04-2018)

Contract	+/-	Open	High	Low	Close	Volume	O.I
Cont. (C1)	-	3015	3015	3015	3015	-	-
Spread	Cont Mar (C1)						
Spot	-	-	-	-	-	-	-
	-	-	-	-	-	-	-

Note: There is no trade volume in near month future contract. Market participants are advised to wait until trade in volume starts

NCDEX Stock & Fed Position

Stocks	Grade	Demat	In-Process	Total	FED
		9-Apr-18	9-Apr-18	9-Apr-18	2-Apr-18
Delhi	M	-	-	-	-
Sangli	M	-	-	-	-
Sholapur	M	-	-	-	-
Kolhapur	M	50	0	50	-
Belgaum	M	-	-	-	-
Delhi	S	-	-	-	-
Sangli	S	-	-	-	-
Sholapur	S	-	-	-	-
Kolhapur	S	-	-	-	-
Belgaum	S	-	-	-	-

Sugar Futures ICE& LIFFE as on 9th April,2018

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
May-18	12.34	12.41	12.29	12.36	0.02
July-18	12.38	12.46	12.35	12.42	0.04
Oct-18	12.67	12.74	12.63	12.69	0.03

LCE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
May-18	349.10	350.30	346.40	347.60	-1.10
Aug-18	342.50	343.20	339.90	341.10	-1.30
Oct-18	339.70	340.20	337.70	339.20	0.30

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	350.20	-

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			10-Apr-18	9-Apr-18	
Delhi	Delhi	M-Grade	3150	3200	-50
	Delhi	S-Grade	3130	3180	-50
Uttar Pradesh	Khatauli	M-Grade	2935	2950	-15
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	2840	2850	-10
	Dhampur	S-Grade Ex-Mill	2820	2830	-10
	Dhampur	L-Grade Ex-Mill	2890	2900	-10
Maharashtra	Mumbai	M-Grade	3046	3246	-200
	Mumbai	S-Grade	2980	3000	-20
	Nagpur	M-Grade	2925	2925	Unch
	Nagpur	S-Grade	2825	2825	Unch
	Kolhapur	M-Grade	2800	2800	Unch
	Kolhapur	S-Grade	2700	2700	Unch
Assam	Guhawati	S-Grade	3004	3004	Unch
Meghalaya	Shillong	S-Grade	3020	3020	Unch
Andhra Pradesh	Vijayawada	M-Grade	3470	3500	-30
	Vijayawada	S-Grade	3410	3440	-30
West Bengal	Kolkata	M-Grade	NA	3270	-
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
Jaggery(Gur)			10-Apr-18	9-Apr-18	
Uttar Pradesh	Muzaffarnagar	Chaku Sukha(Cold)	2425	2450	-25
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	5000	5000	Unch
	Muzaffarnagar	Khurpa (Fresh)	2163	2163	Unch
	Muzaffarnagar	Laddoo (Fresh)	2425	2425	Unch
	Muzaffarnagar	Rascut (Fresh)	1975	1938	38
	Hapur	Chaurasa	2018	2018	Unch
	Hapur	Balti	2050	2050	Unch
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	NA	4400	-
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	2700	-
	Gulbarga/Kalaburgi	Other (Average)	NA	NA	-
	Mahalingapura	Penti (Average)	NA	3157	-
	Mandya	Achhu (Medium)	NA	3350	-
	Mandya	Kurikatu (Medium)	NA	3200	-
	Mandya	Other (Medium)	NA	3250	-
	Mandya	Yellow (Medium)	NA	3500	-
	Shimoga/Shivamogga	Achhu (Average)	NA	3750	-

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