

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

- Right now, there is no immediate plans to give production-linked subsidy that we had given few years back. We have announced two schemes to help mills export surplus sugar and that should help improve the situation," a senior food ministry official told PTI.
- Sugar prices can fall further if the government fails to intervene after the output rose to a record when prices are already down due to global oversupply, according to Abinash Verma of Indian Sugar Mills Association.
- Falling sugar prices continue to be a cause for concern for millers in Maharashtra, leaving them with little in hand to make cane payments to the farmers. With the Maharashtra State Cooperative Bank (MSCB) deciding to reduce valuations by Rs 120 per quintal.

Previous 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.
- 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.

NCDEX Sugar (M grade) Future Quotes (At 05:00 p.m. as on 12-04-2018)

Contract	+/-	Open	High	Low	Close	Volume	O.I
Cont. (C1)	-	2945	2945	2945	2945	-	-
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
		11-Apr-18	11-Apr-18	11-Apr-18	9-Apr-18
Delhi	M	-	-	-	-
Sangli	M	-	-	-	-
Sholapur	M	-	-	-	-
Kolhapur	M	50	0	50	50
Belgaum	M	-	-	-	-
Delhi	S	-	-	-	-
Sangli	S	-	-	-	-
Sholapur	S	-	-	-	-
Kolhapur	S	-	-	-	-
Belgaum	S	-	-	-	-

Sugar Futures ICE& LIFFE as on 11th April,2018

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
May-18	12.13	12.27	11.93	12.06	-0.07
July-18	12.19	12.30	12.01	12.12	-0.07
Oct-18	12.48	12.57	12.30	12.40	-0.08

LCE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
May-18	346.00	350.10	343.10	346.20	0.60
Aug-18	335.80	338.70	332.30	335.20	-0.80
Oct-18	334.50	336.90	331.50	333.20	-1.40

Commodity	Price (\$/Ton)	Change
Thai Sugar FOB 45 Icumsa	346.20	-1.40

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			12-Apr-18	11-Apr-18	
Delhi	Delhi	M-Grade	3110	3120	-10
	Delhi	S-Grade	3090	3100	-10
Uttar Pradesh	Khatauli	M-Grade	2909	2909	Unch
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	2840	2840	Unch
	Dhampur	S-Grade Ex-Mill	2820	2820	Unch
	Dhampur	L-Grade Ex-Mill	2890	2890	Unch
Maharashtra	Mumbai	M-Grade	3200	3246	-46
	Mumbai	S-Grade	2932	2960	-28
	Nagpur	M-Grade	2875	2925	-50
	Nagpur	S-Grade	2775	2825	-50
	Kolhapur	M-Grade	2750	2800	-50
	Kolhapur	S-Grade	2650	2700	-50
Assam	Guhawati	S-Grade	2954	3004	-51
Meghalaya	Shillong	S-Grade	2970	3020	-50
Andhra Pradesh	Vijayawada	M-Grade	3470	3470	Unch
	Vijayawada	S-Grade	3410	3410	Unch
West Bengal	Kolkata	M-Grade	3250	3250	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
Jaggery(Gur)			12-Apr-18	11-Apr-18	
Uttar Pradesh	Muzaffarnagar	ChakuSukha(Cold)	2418	2418	Unch
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	4000	3000	1000
	Muzaffarnagar	Khurpa (Fresh)	2163	2163	Unch
	Muzaffarnagar	Laddoo (Fresh)	2425	2425	Unch
	Muzaffarnagar	Rascut (Fresh)	1950	1950	Unch

	Hapur	Chaurasa	2013	2013	Unch
	Hapur	Balti	2038	2038	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	NA	-
	Gulbarga/Kalaburgi	Other (Average)	2700	2730	-30
	Mahalingapura	Penti (Average)	NA	3092	-
	Mandya	Achhu (Medium)	3350	3450	-100
	Mandya	Kurikatu (Medium)	3200	3200	Unch
	Mandya	Other (Medium)	3000	2950	50
	Mandya	Yellow (Medium)	3450	2950	500
	Shimoga/Shivamogga	Achhu (Average)	NA	3800	-

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