

Sugar & Gur Domestic & International Fundamentals

Recent updates.

- *Sugar prices edged high across physical market in India amidst renewed interest of buying from the wholesalers and stockiest. Improved stockiest activities can be seen as we move ahead in the July month with market under the impression of raising the floor prices. ICE Sugar traded weak closing near to previous day's close price.*
- *In Pakistan rapid advance of monsoon has come as much for relief for cotton growers with forecast of heavy rains in upper Punjab area bringing much needed moisture for the standing crop. However Pakistan will find it difficult to repeat its 17-18 production in the coming season.*

Monsoon Update:

- *India's monsoon has covered the entire country, more than a fortnight ahead of the normal schedule in a year that is forecast to see average rains.*
- *The land-based trough over North that drives the monsoon over Central and North India, has shifted to the North of its normal position, closer to the Himalayan foothills. Monsoon would be active or even vigorous in the foothills including along Uttar Pradesh and Bihar.*
- *As a result, the rainfall over Central India may get reduced as the bulk of the precipitation gets pushed towards the regions adjoining the foothills tomorrow and day after.*
- *Heavy rains has been forecasted in the terai area of Himalayas which is the key belt of sugarcane and hence helping the sugarcane rapid vegetative growth.*

Previous updates.

- *The United States Department of Agriculture is expecting **sugar beet production to be reduced about 4 percent** and **sugarcane about 3 percent** from 2017-18 levels for the 2018-19 crop years, said LSU AgCenter economist Michael Deliberto.*
- *Pakistan's sugar exports hit a new peak of **1.359 million tonnes fetching \$474m in July-May 2017-18** as **compared to 302,268 tonnes earning \$158m in the same period last fiscal**. The average per tonne price dropped to \$348 in 11 months of 2017-18 against \$524 per tonne average price earned in the same period last fiscal. Sugar exports were made to **African countries, the Middle East, Nepal, Myanmar, etc.***
- *The government on Wednesday hiked **the price of ethanol produced from C molasses by Rs 2.85 per litre to Rs 43.70 for the new season starting December**. In a first, it also fixed the price of ethanol produced from B heavy molasses at Rs 47.49 per litre in its bid to encourage sugar mills to divert cane for producing ethanol over the sweetener to bail out for the sugar mills.*
- *Sugar industry demanded that the sugar MSP be revised to almost **Rs 35/kg for Uttar Pradesh**, the country's top producer, and **Rs 33/kg for mills located in the western and southern regions**, notably Maharashtra, Karnataka and Tamil Nadu.*
- *The share of cane allocated to sugar production in Brazil's Centre/South (CS) was only **36.47%** in the first half of June, down from **49.37%** a year ago, the latest Unica data showed.*
- *Sugar mills in Uttar Pradesh, the country's largest sugar and sugarcane producing state, have been put on a 15-day notice to settle cane dues of over Rs 123 billion, failing which stringent action will be taken against them.*

- India is likely to export around 500,000 tonnes, or just a quarter of the volume mandated by the government for overseas sales in the 2017-18 season amid higher prices at home industry officials told Reuters.
- Australian sugar production is forecast to increase by 2.8% to 4.830 million tonnes in 2018/19 from 4.700 mln a year ago, the Australian Bureau of Agricultural and Resource Economics and Sciences (ABARES) said in its quarterly update in June.
- Mexico's 2017/18 sugarcane crush is close to completion as another six mills concluded operations in the week to June 16, leaving just two out of 51 operational, official data showed.
- Sugar prices remained unchanged as prices at physical market neared the floor price. US Sugar futures opened with gap up post that is trading weak till the time report was written.

NCDEX Sugar (M grade) Future Quotes (At 05:00 p.m. as on 29-06-2018)

Contract	+/-	Open	High	Low	Close	Volume	O.I
Cont. (Jul)	-	3064	3064	3064	3064	-	-
Spread	Cont Jul (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
		29-Jun-18	29-Jun-18	29-Jun-18	25-Jun-18
Delhi	M	-	-	-	-
Sangli	M	-	-	-	-
Sholapur	M	-	-	-	-
Kolhapur	M	-	-	-	-
Belgaum	M	-	-	-	-
Delhi	S	-	-	-	-
Sangli	S	-	-	-	-
Sholapur	S	-	-	-	-
Kolhapur	S	50	0	50	50
Belgaum	S	-	-	-	-

Sugar Futures ICE& LIFFE as on 29th June,2018

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
July-18	11.88	11.88	11.76	11.86	-0.02
Oct-18	12.25	12.29	12.05	12.25	Unch
Mar-19	12.90	13.00	12.74	12.95	0.03

LCE Sugar Futures (In US\$/MT)					
Contract	Open	High	Low	Close	+/-
Aug-18	349.20	350.30	346.20	349.50	-0.70
Oct-18	343.00	344.50	340.00	343.90	-0.10
Dec-18	340.30	344.40	339.30	343.90	0.80

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			30-Jun-18	29-Jun-18	
Delhi	Delhi	M-Grade	3300	3200	100
	Delhi	S-Grade	3280	3180	100
Uttar Pradesh	Khatauli	M-Grade	3300	3300	Unch
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	3200	3200	Unch
	Dhampur	S-Grade Ex-Mill	3180	3180	Unch
	Dhampur	L-Grade Ex-Mill	3250	3250	Unch
Maharashtra	Mumbai	M-Grade	3350	3380	-30
	Mumbai	S-Grade	3160	3106	54
	Nagpur	M-Grade	3325	3075	250
	Nagpur	S-Grade	3225	3025	200
	Kolhapur	M-Grade	3200	2950	250
	Kolhapur	S-Grade	3100	2900	200
Assam	Guhawati	S-Grade	3410	3207	203
Meghalaya	Shillong	S-Grade	3420	3220	200
Andhra Pradesh	Vijayawada	M-Grade	3580	3580	Unch
	Vijayawada	S-Grade	3560	3560	Unch
West Bengal	Kolkata	M-Grade	3400	3350	50
Tamil Nadu	Chennai	S-Grade	NA	NA	-
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)			30-Jun-18	29-Jun-18	
Uttar Pradesh	Muzaffarnagar	Chaku Sukha(Cold)	NA	NA	-
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	NA	NA	-
	Muzaffarnagar	Khurpa (Fresh)	2850	2700	150
	Muzaffarnagar	Laddoo (Fresh)	3300	3300	Unch
	Muzaffarnagar	Rascut (Fresh)	2625	2650	-25

	Hapur	Chaurasa	2750	2750	Unch
	Hapur	Balti	NA	NA	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4300	4300	Unch
	Belgaum	Mudde (Average)	NA	2950	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	3000	-
	Gulbarga/Kalaburgi	Other (Average)	NA	2950	-
	Mahalingapura	Penti (Average)	NA	2942	-
	Mandya	Achhu (Medium)	3050	3100	-50
	Mandya	Kurikatu (Medium)	2900	3000	-100
	Mandya	Other (Medium)	2850	2900	-50
	Mandya	Yellow (Medium)	2950	3250	-300
	Shimoga/Shivamogga	Achhu (Average)	NA	3750	-

Spot Prices of Sugar at NCDEX Delivery Centers:

Centre	% Change over previous year	Today	Week ago	Month Ago	Year Ago
		30-Jun-18	23-Jun-18	30-May-18	30-Jun-17
Sugar S Grade					
Erode	-	NA	NA	NA	3963
Kolhapur	-	2979	2935	2656	NA
Kolkata	-	NA	NA	NA	NA
Vashi	-	NA	NA	NA	NA
Sugar M Grade					
Delhi	-19.35	3242	3195	2859	4020
Erode	-	NA	NA	NA	NA
Kanpur	-	3312	3332	2945	NA
Kolhapur	-	3078	3020	2750	NA
Kolkata	-	3381	3262	3000	NA
Muzaffar Nagar	-	3246	3204	2840	NA
*NA: Not Available					

International Sugar Futures ICE						(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar	29-Jun-18
		29-Jun-18	22-Jun-18	29-May-18	29-Jun-17		
Jul-18	-2.40	2003	1973	2058	2052	68.57	
Oct-18	-5.16	1822	1829	1893	1921		
Mar-19	-3.49	1882	1884	1931	1950		

(Source: Reuters) * Today – figures are a day ago Quotes.

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		29-Jun-18	22-Jun-18	29-May-18	29-Jun-17	29-Jun-18
Aug-18	-7.00	2397	2334	2374	2577	68.57
Oct-18	-4.80	2358	2317	2345	2477	
Dec-18	-4.97	2358	2317	2370	2481	
(Source: Reuters)* Today – figures are a day ago Quotes.						

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