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Market Analysis- Review & Outlook

Sugar price traded steady at the spot market. The May future corrected down side on Thursday's trading session. The May future ended the session at Rs. 3749 down by Rs. 35 from the previous close. No major activity in the physical market so the future contracts are also almost at a negligible trading.

We believe market may continue to remain in a sideways trend. For the price perspective the trading range for the day would be Rs. 3700 to Rs. 3800 for the next two to three trading sessions.

From the spot front Gujarat sugar mill rates were steady on Thursday, amid muted physical demand while sugar futures were down on local exchange on but the sweetener held higher on Intercontinental Exchange. In current season, Gujarat is getting sugar from Uttar Pradesh, except the traditional supplier Maharashtra, due to higher price.

In current season Gujarat production may cut by 20% compares to previous season. Currently, 3-4 sugar mills are working; among them Chalthan and Sayan mills are expected to close till March 20. However, prices of the sweetener on local bourse slipped on Thursday, while in international sugar futures continue its gain.

On Intercontinental Exchange (ICE), May Raw sugar was up 0.18 cents, or 0.99 percent, at 18.41 cents per pound, while May white sugar rose by \$1.9, or 0.37 percent, to \$515.70 per tonne on ICE Exchange.

Indian Futures Rs./Quintal								16-Mar-17
Contract	Open	High	Low	Close	▲ %	Vol (MT)	OI	
20-Mar-17	3700	3700	3685	3696	-0.30%	60	190	
19-May-17	3750	3755	3741	3749	-0.92%	120	1780	
20-Jul-17	0	0	0	3696	-0.30%	0	30	
20-Oct-17	0	0	0	3696	-0.30%	0	30	

Source: NCDEX Note: Volume in Metric Tons; OI = Open Interest

Global Futures

Contract	Open	High	Low	Close	Change	%
Sugar ICE						
May-17	18.33	18.53	18.18	18.25	0.02	0.11%
Jul-17	18.21	18.42	18.10	18.17	unch	#V

London Sugar

May-17	516.10	517.60	509.10	510.30	-3.50	-0.68%
Aug-17	507.70	508.80	500.80	502.30	-2.90	-0.58%

Commodity-Mandi	Spot Rs./Qtl	Change
Sugar m grade-Delhi	3880	0
Sugar m grade-Kolhapur	3960	0
Sugar m grade-Kolkatta	4070	0
Sugar s-Vashi	3960	0
Sugar s-Kolhapur	3853	0

India Export Price

USD INR	65.58
Sugar FOB (\$/ton)	620.00

Stocks in NCDEX Warehouse (Metric Tons) as on 28th March

Commodity	Demat	In Process
Sugar New		0
Sugar Old		0
Sugar S	0	0
Sugar M	9910	0
Total	9910	0

Source:NCDEX

BASE	CONTRACTS	SPREAD (Rs)	COST OF CARRY (Rs)	% FULL CARRY
	#N/A	#N/A	#N/A	#N/A
	20-Mar-17	97	#N/A	#N/A
Spot	19-May-17	174	107.4	162%
	20-Jul-17	97	209.2	46%

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