

Sugar &Gur Domestic & International Fundamentals

Recent Update:

Steady tone was witnessed in Sugar physical markets today in India. Sugar prices were lower in Delhi and Khatuli at Rs. 3210/q and Rs. 3180/q. Prices were steady in Kolhapur at Rs. 3100/q.

Sugar mills to clear pending cane dues this month. Sugar mills from the district (bijnor) have stated that they will clear all the pending cane dues for the crushing season 2019-20 in January this year. Bhilai sugar mill is yet to clear the cane dues of about Rs. 45 crore, chandpur mill Rs. 39 crore, Bijnor mill Rs. 25.94 crore and Najibabd sugar mill to clear about Rs. 9.33 crore to farmers.

Weather Forecast:

Thunderstorm accompanied with lightening at isolated places very likely over Konkan & Goa, Madhya Pradesh, Maharashtra, Marathwada, Karnataka, Tamilnadu, Puducherry & Karaikal, Kerala & Mahe and Lakshadweep. Dense to very dense fog very likely over Punjab, Haryana, Chandigarh & Delhi; in isolated pockets over north Rajasthan and Uttar Pradesh and dense fog very likely in isolated pockets over himachal Pradesh, Uttarakhand and west Madhya Pradesh.

Previous Updates:

Farmers to launch agitation in lucknow. Sugarcane farmers in Uttar Pradesh will launch an agitation in Lucknow if the government fails to declare the price value of sugarcane. Farmers are continuously demanding the government to declare the sugarcane purchase price but still the prices are not announced. Even today, Rs. 4,000 crore are in arrears of sugarcane farmers.

Government releases harvesting cost to cane farmers. Goa government has released harvesting cost of sugarcane after 9 months at the end of the crushing season (2019-20). Earlier, the government had paid Rs 65 lakh out of pending Rs 1.6 crore. The sugar factory's cane rate last year was around Rs 1200 per tonne. The state government has also paid a support price of Rs. 1800 which totaled the amount to Rs 3,000 per tonne for the cane supplied by the farmers to the mill. But the payment of harvesting cost Rs 600 per tonne was pending which has been cleared now.

Mohiuddinpur sugar mill clears pending cane dues. All the five sugar mills from the district have cleared the pending cane dues for the season 2019-20, worth Rs 199.92 crore has been cleared and only Kinauni sugar mill is yet to clear the pending cane dues to the farmers.

Government fixes 20 LMT Monthly sugar quota for January 2021. The food ministry has allocated 20 LMT monthly sugar quota for January 2021 which is 2 LMT lower than that of January 2020 which stood at 22 LMT. In the previous month the government allocated 21.5 LMT monthly sugar quota for December 2020 to 548 mills in India.

Sugar mills in Kolhapur produced around 100 lakh quintals of sugar. Around 37 sugar mills have started cane crushing operation in Kolhapur and have produced around 100.48 lakh quintals sugar by crushing 91.53 lakh tonnes of sugarcane. Kolhapur division has recorded sugar recovery of 11 percent.

Food ministry notifies scheme for sugar millers for exports in sugar season 2020-21. The Central government and food ministry has notified scheme for providing assistance to sugar mills for expenses on

marketing costs including handling, upgrading and other processing costs and cost of international and internal transport and freight charges on export of sugar for the sugar season 2020-21.

Commodity	USD (\$/Tonne)	Change
Thai Sugar FOB 45 Icumsa	430.30	9.40

International Sugar Futures ICE(US Cent/lb)

Daily Futures Price Listing Tuesday January 05 th , 2021									
Most Recent Information							Previous Day		
Mth	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
Mar-21	210105	15.75	16.15	15.64	16.12	+0.36	41,485	391,368	+2,264
May-21	210105	14.87	15.20	14.83	15.15	+0.20	24,072	213,950	+2,196
Jul-21	210105	14.39	14.58	14.28	14.57	+0.13	8,121	141,952	+481
Oct-21	210105	14.20	14.39	14.12	14.38	+0.10	4,811	111,367	+334
Mar-22	210105	14.49	14.60	14.34	14.60	+0.09	1,186	67,557	+623
May-22	210105	14.01	14.02	13.73	13.90	-0.03	808	45,102	+523
Jul-22	210105	13.68	13.69	13.35	13.50	-0.10	228	36,713	+19
Oct-22	210105	13.51	13.55	13.19	13.34	-0.12	101	32,852	+4
Total Volume and Open Interest							80,996	1,066,198	+6,439

Source: MRCI

International Sugar Futures LIFFE(US \$/MT)

Daily Futures Price Listing Tuesday January 05th, 2021									
Most Recent Information							Previous Day		
Mth	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar(LCE)									
Mar-21	210105	431.90	437.90	427.70	437.30	+7.00	2,648	35,583	-126
May-21	210105	420.60	426.00	417.50	425.80	+5.90	1,140	30,495	+380
Aug-21	210105	412.20	145.10	407.70	414.80	+4.90	469	14,741	+186
Oct-21	210105	401.50	404.90	398.40	404.40	+3.50	80	4,733	+22
Dec-21	210105	399.80	400.60	395.40	400.40	+3.50	12	3,277	+10
Total Volume and Open Interest							4,356	91,421	+477

Source: MRCI

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			06-Jan-21	05-Jan-21	
Delhi	Delhi	M-Grade	3230	3240	-10
	Delhi	S-Grade	3210	3220	-10
Uttar Pradesh	Khatauli	M-Grade	3180	3195	-15
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	3075	3080	-5
	Dhampur	S-Grade Ex-Mill	3055	3060	-5
	Dhampur	L-Grade Ex-Mill	3125	3130	-5
Maharashtra	Mumbai	M-Grade	3320	3320	Unch
	Mumbai	S-Grade	3200	3200	Unch
	Nagpur	M-Grade	3225	3225	Unch
	Nagpur	S-Grade	3225	3225	Unch
	Kolhapur	M-Grade	3100	3100	Unch
	Kolhapur	S-Grade	3100	3100	Unch
Assam	Guhawati	S-Grade	3410	3410	Unch
Meghalaya	Shillong	S-Grade	3420	3420	Unch
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3620	3560	60

	Vijayawada	S-Grade (With Duty)	3660	3620	40
West Bengal	Kolkata	M-Grade	3650	3650	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3450	3500	-50
	Dindigul	M-Grade (DCA)	3600	3600	Unch
	Coimbatore	M-Grade (DCA)	3570	3570	Unch
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3600	3600	Unch

Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)

*DCA: Department of consumer affairs

Jaggery (Gur) Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Jaggery(Gur)			06-Jan-21	05-Jan-21	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3150	3025	125
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	1000	1000	Unch
	Muzaffarnagar	Khurpa (Fresh)	2775	2688	88
	Muzaffarnagar	Laddoo (Fresh)	3125	3055	70
	Muzaffarnagar	Rascut (Fresh)	NA	NA	-
	Hapur	Chaurasa	2775	2650	125
	Hapur	Balti	2625	2625	Unch
Andhra Pradesh	Chittur	Gold	NR	NR	-
		White	NR	NR	-
		Black	NR	NR	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	NA	NA	-
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	NA	NA	-
	Mahalingapura	Penti (Average)	NA	3194	-
	Mandya	Achhu (Medium)	NA	3250	-
	Mandya	Kurikatu (Medium)	NA	2900	-
	Mandya	Other (Medium)	NA	3100	-
	Mandya	Yellow (Medium)	NA	2950	-
	Shimoga/Shivamogga	Achhu (Average)	NA	3600	-

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