

**Recent Update:**

***A firm tone was witnessed in Sugar physical markets today in India. Sugar prices were lower in Delhi by Rs.10-60 at Rs. 3170/q. Prices were firm in Kolhapur at Rs. 3075/q.***

***Over 2.5 lakh hectares area is estimated to be damaged in Maharashtra due to rains and Floods. The recent spate of rains and floods which have ravaged Maharashtra over past few days, has seen over 2.5 lakh hectares of crop area bearing the brunt of it. Many parts of Maharashtra have faced torrential rains, which have led to more than 100 deaths across the state. Konkan, Kolhapur, Sangli, Satara, Parbhani, Akola, Washim, Nagpur and Wardha are some of the districts which have reported damage to the crop. By far, the cane capital of Kolhapur has seen the maximum damage with 50,000 hectares of cropped area reportedly destroyed. Sangli, Pune and Satara have reported around 4,000 hectares each damaged, while Washim, Akola, Nagpur and few other districts in Vidharbha have reported 30,000 hectares of damage. As per the Sugar industry experts, unlike crops like soybean, groundnut and vegetables, chances of complete crop loss is minimal in cane due to the physiology of the crop, which allows it to survive extremes in terms of drought and floods better than any other crop, as even if the top portion of the crop is submerged in flood waters for 10 day, the crop can regenerate and revive. Also, the final figure is expected to raise as more flood waters recede, allowing officials to reach remote areas that have been cut off so far.***

**Weather Forecast:**

*Thunderstorm accompanied with lightening very likely at isolated places over Jammu & Kashmir, Ladakh, Gilgit-Baltistan, & Muzaffarabad, Himachal Pradesh, Uttarakhand, Uttar Pradesh, Bihar, Sub- Himalayana West Bengal & Sikkim, Coastal Andhra Pradesh, & Yanam and Tamil Nadu, Pondicherry & Karaikal. Heavy rain falls at isolated places over Jharkhand and Gangetic West Bengal, Himachal Pradesh, Uttarakhand, Punjab, Haryana, East Madhya Pradesh, Bihar, Odisha and heavy rain falls at isolated places over Uttar Pradesh, West Madhya Pradesh, Chhattisgarh, Arunachal Pradesh, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Madhya Maharashtra and Konkan & Goa.*

**Previous Updates:**

***Brazil Sugarcane crop may get affected due to upcoming new polar air mass. The sugarcane crop in Brazil was affected due to frost in Brazil last week and is likely to get affected further due to new polar air mass that will move over the country's agricultural areas this week, this is the third cold wave that will impact the crops in Brazil. According to the forecast, the air mass will reach southern Brazil by Wednesday.***

***Uttar Pradesh leads in ethanol production in India. The state has produced 58 crore litres of ethanol and the total operated distillers were 54, the average ethanol blending rate has reached 7.93 percent. Ethanol output is likely to increase in the upcoming season 2021-22 as government has emphasized its production.***

***Mawana Sugar Mill has cleared cane dues of Rs. 102 crore. The sugar mill has crushed 202.08 and 104.78 lakh quintals of sugarcane respectively in the crushing season 2020-21 in their 2 sugar mills Mawana sugar mill and Mawana & Nanglamal sugar complex. The sugar mill on 24<sup>th</sup> July'21 has cleared cane dues of Rs. 102 crore which include Rs. 50.19 crore by Mawana sugar works and Rs. 51.81 crore by the Nanglamal sugar complex.***

**Bijnor sugar mill will focus on ethanol production.** Around five sugar mills in the district have accelerated ethanol production. The mills have produced around 9,60,40,000 litres of ethanol, out of which 8,86,94,000 litres of ethanol have been sold, mills have paid 55 per cent of the money earned by selling ethanol to sugarcane farmers. The mills from the district have sold ethanol worth Rs 504.72 crore. Currently, for the coming season 2021-22 ethanol output is likely to increase as the government has emphasized its production.

**India's production is forecasted to reach 35.6 million tonnes by 2030.** According to FAO Agricultural Outlook Report, World Sugarcane production is projected to grow by 1 percent per annum and reach 1,960 million tonnes by 2030 with Brazil and India anticipated to contribute 65 percent of the change in global output. Brazil Sugar production is projected to increase to 41.0 ml t, production in India is forecasted to reach 35.6 ml t by 2030.

**Sugarcane dues reaches above Rs. 21,000 crore.** Sugarcane arrears till May 2021 have reached Rs. 21,321 crore, highest in Uttar Pradesh. The total cane dues of Rs. 18,820 crore is from the current cane crushing season and Rs. 2,501 crore from previous season. For the 2020-21 seasons, around 63 percent of the cane dues are from Uttar Pradesh and rest are from Maharashtra, Karnataka and other states. As per the market the sugar mills said, that the low sugar sales have affected their business and therefore they failed to accumulate the capital and hence affecting the cane dues settlement.

## International Sugar Futures ICE(US Cent/lb)

Daily Futures Price Listing Tuesday, July 27th, 2021									
Most Recent Information							Previous Day		
Mth	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
<a href="#">Oct-21</a>	210727	18.65	18.73	18.26	18.35	-0.07	60,326	423,590	+2,521
<a href="#">Mar-22</a>	210727	18.94	19.09	18.69	18.77	-0.04	26,189	210,228	+2,279
<a href="#">May-22</a>	210727	17.99	18.10	17.72	17.80	-0.09	10,761	96,028	+2,973
<a href="#">Jul-22</a>	210727	17.10	17.21	16.86	16.94	-0.11	6,961	82,863	-232
<a href="#">Oct-22</a>	210727	16.63	16.74	16.43	16.51	-0.09	4,197	58,995	+1,728
<a href="#">Mar-23</a>	210727	16.51	16.68	16.40	16.47	-0.11	1,772	25,884	+461
<a href="#">May-23</a>	210727	15.58	15.70	15.46	15.56	-0.06	705	12,201	+135
<a href="#">Jul-23</a>	210727	14.85	14.93	14.80	14.80	-0.01	480	14,367	+103
Total Volume and Open Interest							111,617	936,614	+10,106

Source: MRCI

## International Sugar Futures LIFFE(US \$/MT)

Daily Futures Price Listing Tuesday, July 27th, 2021									
Most Recent Information							Previous Day		
Mth	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar(LCE)									
<a href="#">Aug-21</a>	210727	461.00	464.00	454.20	454.70	-1.70	3,744	36,996	-245
<a href="#">Oct-21</a>	210727	475.00	478.80	469.70	470.40	-0.80	1,262	12,060	-23
<a href="#">Dec-21</a>	210727	483.90	487.20	478.70	479.80	-0.50	727	10,114	+249
<a href="#">Mar-22</a>	210727	480.50	483.30	475.90	476.20	-1.00	393	6,596	+66
<a href="#">May-22</a>	210727	472.20	472.20	465.80	465.80	-1.40	137	4,794	+77
Total Volume and Open Interest							6,332	74,109	+173

Source: MRCI

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			28-Jul-21	27-Jul-21	
Delhi	Delhi	M-Grade	3190	3265	-75
	Delhi	S-Grade	3170	3245	-75
Uttar Pradesh	Khatauli	M-Grade	NR	NR	-
	Ramala	M-Grade	NR	NR	-
	Dhampur	M-Grade Ex-Mill	NR	NR	-
	Dhampur	S-Grade Ex-Mill	NR	NR	-
	Dhampur	L-Grade Ex-Mill	NR	NR	-
Maharashtra	Mumbai	M-Grade	3350	3410	-60
	Mumbai	S-Grade	3210	3210	Unch
	Nagpur	M-Grade	3200	3200	Unch
	Nagpur	S-Grade	3150	3125	25
	Kolhapur	M-Grade	3075	3075	Unch
	Kolhapur	S-Grade	3025	3000	25
Assam	Guhawati	S-Grade	3334	3309	25
Meghalaya	Shillong	S-Grade	3345	3320	25
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3500	3500	Unch
	Vijayawada	S-Grade (With Duty)	3500	3500	Unch
West Bengal	Kolkata	M-Grade	3480	3480	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3550	3550	Unch
	Dindigul	M-Grade (DCA)	3520	3520	Unch
	Coimbatore	M-Grade (DCA)	3540	3540	Unch
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3600	NA	-

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)			28-Jul-21	27-Jul-21	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	NA	NA	-

	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	NA	NA	-
	Muzaffarnagar	Khurpa (Fresh)	NA	NA	-
	Muzaffarnagar	Laddoo (Fresh)	NA	NA	-
	Muzaffarnagar	Rascut (Fresh)	NA	NA	-
	Hapur	Chaurasa	NA	NA	-
	Hapur	Balti	NA	NA	-
Andhra Pradesh	Chittur	Gold	NR	NR	-
		White	NR	NR	-
		Black	NR	NR	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4600	4600	Unch
	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	NA	-
	Mandya	Achhu (Medium)	3280	3300	-20
	Mandya	Kurikatu (Medium)	3150	3100	50
	Mandya	Other (Medium)	3200	3150	50
	Mandya	Yellow (Medium)	3260	3280	-20
	Shimoga/Shivamogga	Achhu (Average)	3650	3650	Unch

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