

Recent Update:

A firm tone was witnessed in Sugar physical markets today in India. Sugar prices were lower in Delhi by Rs.10-20 at Rs. 3660/q. Prices were slightly lower in Kolhapur at Rs. 3400/q compared to previous week at Rs. 3500/qt.

Indian Sugar Mills Association has estimated sugar production at 305 lakh tonnes for the 2021-22 season. As per the Indian Sugar Mills Association, India's sugar production (after accounting a reduction due to diversion of cane juice and B- heavy molasses to ethanol) is estimated at 305 lakh tonnes lower from the previous estimates of 310 lakh tonnes during July 2021. Total acreages under sugarcane in the country is estimated to be around 54.37 lakh hectares in 2021-22 season which is 3 percent higher from previous season of 52.88 lakh hectares. ISMA is also expecting a marginal decrease in yield and sugar recovery from Uttar Pradesh due to recent rains.

Weather Forecast

Thunderstorm accompanied with lightening very likely at isolated places over Coastal Andhra Pradesh & Yanam, Rayalaseema, Tamil Nadu, Pondicherry & Karikal, and Kerala & Mahe. Heavy rainfall at isolated places over Coastal Tamil Nadu, Pondicherry and Karikal and heavy rainfall at isolated places over Coastal Andhra Pradesh & Yanam, Kerala & Mahe and heavy rainfall at isolated places over Rayalaseema.

Previous Updates:

Sugarcane crushing has started for the 2021-22 season. According to the Agriwatch, around 16 sugar mills have started the cane crushing operation in Maharashtra from 20th October 2021. Also, Sugar cane crushing in Uttar Pradesh will begin from 15th November 2021.

Bihar may hike the sugarcane purchase price. According to the market sources, Bihar is planning to increase the sugarcane purchase price for the coming 2021-22 season. Earlier, Uttar Pradesh has increased the sugarcane purchase price by Rs. 25 for the 2021-22 season.

Rains have destroyed sugarcane cultivation in Uttar Pradesh. Heavy rainfall in the last few days in Moradabad has destroyed the harvested sugarcane crop in the district. Due to the heavy rainfall, the entire field gets flooded and the crop has been completely damaged. Farmers are also demanding compensation for their damaged crops.

Bangladesh Sugar Refiners Association (BSRA) has proposed the government to increase the sugar price by Bangladeshi Taka (TK) 10 per kg i.e. from TK 75 per kg to TK 85 per kg and the MRP of unpacked sugar to TK 80 from TK 74 per kg. Although the commerce industry is yet to approve the price hike, the sugar is sold at higher rates in the domestic market.

Kenyan Parliament is planning to make changes in the law to penalize the sugar mills if they delay cane payment to farmers. The Parliament has approved changes to the Sugar Bill 2019, according to which the millers will be given a time limit to pay farmers their dues else they would have to pay a fine. The bill now awaits the President's assent to become a law that will protect the sugarcane farmers.

International Sugar Futures ICE(US Cent/lb)

Daily Futures Price Listing Wednesday, Oct 27th, 2021									
Most Recent Information							Previous Day		
Mth	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
Mar-22	211027	19.60	19.86	19.53	19.70	+0.04	46,854	381,131	-8,201
May-22	211027	19.22	19.45	19.15	19.31	+0.05	16,884	140,197	+1,215
Jul-22	211027	18.91	19.11	18.85	19.00	+0.07	8,306	120,392	-1,485
Oct-22	211027	18.66	18.83	18.62	18.76	+0.10	3,913	99,507	+280
Mar-22	211027	18.51	18.68	18.50	18.64	+0.11	1,022	47,387	+186
May-23	211027	17.49	17.62	17.49	17.60	+0.10	77	20,235	+5
Jul-23	211027	16.79	16.89	16.78	16.78	+0.08	393	22,375	+295
Oct-23	211027	16.36	16.43	16.36	16.38	+0.03	104	19,635	+66
Total Volume and Open Interest							77,632	860,917	-7,648

Source: MRCI

International Sugar Futures LIFFE(US \$/MT)

Daily Futures Price Listing Wednesday, Oct 27th, 2021									
Most Recent Information							Previous Day		
Mth	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar(LCE)									
Dec-21	211027	512.20	519.70	510.60	518.50	+7.20	4,324	23,639	+491
Mar-22	211027	506.10	509.50	503.70	507.50	+2.90	4,051	20,906	+68
May-22	211027	505.00	508.30	502.60	505.80	+2.20	1,828	10,300	+366
Aug-22	211027	499.00	502.90	498.40	500.90	+1.20	706	6,935	+217
Oct-22	211027	492.00	494.30	490.30	493.20	+1.00	371	4,700	+265
Total Volume and Open Interest							11,425	69,027	+1,427

Source: MRCI

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			28-Oct-21	27-Oct-21	
Delhi	Delhi	M-Grade	3680	7000	-20
	Delhi	S-Grade	3660	3680	-20
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	3800	3800	-
	Mumbai	S-Grade	3550	3566	-16
	Nagpur	M-Grade	3575	3575	Unch
	Nagpur	S-Grade	3475	3475	Unch
	Kolhapur	M-Grade	3450	3450	Unch
	Kolhapur	S-Grade	3350	3350	Unch
Assam	Guhawati	S-Grade	3664	3664	Unch
Meghalaya	Shillong	S-Grade	3670	3670	Unch
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	4020	4020	Unch
	Vijayawada	S-Grade (With Duty)	3920	3920	Unch
West Bengal	Kolkata	M-Grade	3950	3950	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3640	3880	Unch
	Dindigul	M-Grade (DCA)	3920	3920	Unch
	Coimbatore	M-Grade (DCA)	3900	3900	Unch
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3600	3700	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)			27-Oct-21	26-Oct-21	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3900	3900	Unch

	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	5000	5000	Unch
	Muzaffarnagar	Khurpa (Fresh)	3375	3375	Unch
	Muzaffarnagar	Laddoo (Fresh)	3850	3850	Unch
	Muzaffarnagar	Rascut (Fresh)	2600	2600	Unch
	Hapur	Chaurasa	3375	3375	Unch
	Hapur	Balti	3350	3350	Unch
Andhra Pradesh	Chittur	Gold	NR	NR	-
		White	NR	NR	-
		Black	NR	NR	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4550	4550	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	3598	-
	Mandya	Achhu (Medium)	NA	3540	-
	Mandya	Kurikatu (Medium)	NA	3350	-
	Mandya	Other (Medium)	NA	3340	-
	Mandya	Yellow (Medium)	NA	3580	-
	Shimoga/Shivamogga	Achhu (Average)	3700	3700	Unch

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