

Sugar &Gur Domestic & International Fundamentals

Recent Update:

A firm tone was witnessed in Sugar physical markets today in India. Sugar prices were lower in Delhi by Rs. 5 at Rs. 3485/q. Prices were steady at Kolhapur at Rs. 3300/q.

In a notification issued on 30th November 2021, the food ministry has allocated 21.5 LMT monthly sugar quota for December 2021 to 558 sugar mills which is equal to the quota allocated in December 2020. In the previous month the Govt. fixed 22.5 LMT monthly sugar quota for domestic sale in November 2021 with extension for unsold quota of Oct 21.

Weather Forecast:

Thunderstorm accompanied with lightening & gusty winds at isolated places over Adaman & Nicobar Islands, and with thunderstorm accompanied with lighting at isolated places over East Rajasthan, West Madhya Pradesh, Gujarat, north Madhya Maharashtra, Marathwada, Konkan, Goa, Kerala, Mahe, Tamil Nadu, Puducherry and Karaikal. Heavy to very heavy rainfall at isolated places over Andaman and Nicobar and heavy rainfall at isolated places over Gujarat, North Konkan, Madhya Maharashtra, Saurashtra and Kutch.

Previous Updates:

According to the data released by Sugar commissionerate, Maharashtra sugar production has crossed 162.37 lakh quintals mark till 25th November 2021. Around 153 sugar mills, including 75 cooperative and 78 private are currently participating in the cane crushing operation. These mills have produced 162.37 lakh quintals of sugar by crushing 180.99 lakh tonnes of sugarcane with a recovery rate of 8.97 percent.

The Director General of Foreign Trade has allocated an additional quantity of 303 MT of raw sugar for export to USA under Tariff Rate Quota (TRQ) for the fiscal year 2021. Earlier the Indian government has permitted the export of 8,424 tonnes of sugar to the US under TRQ.

USDA has pegged India's sugar production at 34.7 MT up by 3 percent for 2021-22 season. The USDA has pegged Indian sugar production unchanged at 34.7 MT from its May projection compared with 33.76 MT last season. Sugar production is estimated to be higher due to increase in area. Further, domestic consumption has been pegged at 28.5 MT, again unchanged from the initial projection but 0.5 MT higher than last season. However, USDA has raised exports to 7 MT from the previous 6 MT but, it would be 0.2 MT lower than last season 7.2 MT export. Ending stocks are estimated lower at 14.37 MT against earlier projection of 16.57 MT but higher than last season's 14.17 MT. stocks are expected to be slightly higher at levels that represent approximately 7 months of consumption.

The sugarcane crushing capacity of the cooperative sugar mill will be increased from 2000 TCD to 5000 TCD at a cost of Rs. 413.80 crore. The expansion of the cane crushing will enable the mill to crush 50,000 to 60,000 tons of sugarcane as well as to generate to 20 mw power that will be supplied to the state. Out of the total expenditure of Rs. 413.80 crore, Rs. 369 crore will be spent on setting up of the plant, machinery and civil works.

International Sugar Futures ICE(US Cent/lb)

Daily Futures Price Listing Friday, Nov 26th, 2021									
Most Recent Information							Previous Day		
Mth	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
Mar-22	211126	19.70	19.73	19.15	19.35	-0.58	50,674	388,691	-1,416
May-22	211126	19.40	19.40	18.76	18.94	-0.65	16,095	156,271	-1,156
Jul-22	211126	19.00	19.03	18.43	18.60	-0.63	9,531	126,809	+829
Oct-22	211126	18.83	18.83	18.21	18.38	-0.59	7,451	108,098	+628
Mar-22	211126	18.65	18.65	18.06	18.22	-0.58	1,967	56,653	+7
May-23	211126	17.62	17.62	17.19	17.32	-0.48	582	22,886	+242
Jul-23	211126	16.82	16.92	16.55	16.68	-0.40	375	25,530	+39
Oct-23	211126	16.45	16.45	16.14	16.28	-0.29	465	22,402	+252
Total Volume and Open Interest							87,468	920,493	-367

Source: MRCI

International Sugar Futures LIFFE(US \$/MT)

Daily Futures Price Listing Friday, Nov 26th, 2021									
Most Recent Information							Previous Day		
Mth	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar(LCE)									
Dec-21	211126	507.50	509.00	495.80	501.40	-9.80	2,631	32,074	-156
Mar-22	211126	507.20	507.70	493.80	499.60	-10.90	501	14,081	-27
May-22	211126	502.80	503.50	488.40	494.40	-12.50	164	8,506	-19
Aug-22	211126	495.10	495.90	482.10	488.10	-10.70	95	7,196	+38
Oct-22	211126	494.90	494.90	482.40	487.40	-9.50	27	2,175	+16
Total Volume and Open Interest							3,503	65,328	-108

Source: MRCI

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			30-Nov-21	29-Nov-21	
Delhi	Delhi	M-Grade	3485	3490	-5
	Delhi	S-Grade	3465	3470	-5
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	3682	3682	Unch
	Mumbai	S-Grade	3422	3430	-8
	Nagpur	M-Grade	3425	3425	Unch
	Nagpur	S-Grade	3325	3325	Unch
	Kolhapur	M-Grade	3300	3300	Unch
	Kolhapur	S-Grade	3200	3200	Unch
Assam	Guhawati	S-Grade	3512	3512	Unch
Meghalaya	Shillong	S-Grade	3520	3520	Unch
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3940	3940	Unch
	Vijayawada	S-Grade (With Duty)	3880	3880	Unch
West Bengal	Kolkata	M-Grade	3950	3950	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3700	3700	Unch
	Dindigul	M-Grade (DCA)	3950	3950	Unch
	Coimbatore	M-Grade (DCA)	3800	3800	Unch
Chattisgarh	Ambikapur	M-Grade (Without Duty)	4000	4000	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)			30-Nov-21	29-Nov-21	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	2913	2950	-38
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	12000	15000	-3000
	Muzaffarnagar	Khurpa (Fresh)	2588	2650	-63

	Muzaffarnagar	Laddoo (Fresh)	2925	2928	-3
	Muzaffarnagar	Rascut (Fresh)	2588	2575	13
	Hapur	Chaursa	2675	Closed	-
	Hapur	Balti	2625	Closed	-
Andhra Pradesh	Chittur	Gold	NR	NR	-
		White	NR	NR	-
		Black	NR	NR	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4900	4900	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)	3810	3790	20
	Mandya	Kurikatu (Medium)	3300	3300	Unch
	Mandya	Other (Medium)	3360	3320	40
	Mandya	Yellow (Medium)	3700	3710	-10
	Shimoga/Shivamogga	Achhu (Average)	NA	3700	-

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