

**Recent Update:**

**A firmtone was witnessed in Sugar physical markets today in India.** Sugar prices were lower in Delhi by Rs.10-20 at Rs. 3460/q. Prices were in Kolhapur was at Rs. 3350/q.

The Sugar production in Gujarat is expected to increase in 2021-22 season by 10 percent. The Gujrat State Federation of Cooperative Sugar Factories (GSFCSF) has estimated that the sugar production is expected to increase in the state by 10 percent from 10 lakh tonnes in 2020-21 season to 11.29 lakh tonnes in 2021-22 season. The increase in sugarcane acerage in the state would help in increasing the sugar production. According to Indian Sugar Mills Association, till 30<sup>th</sup> November 2021 sugar mills in Gujarat have produced 1.66 lakh tonnes of sugar.

According to the Maharashtra sugar commissioner, Sugar mills in Maharashtra have produced 302.08 lakh quintals of sugar till 13<sup>th</sup> December 2021 by crushing 322.81 lakh tonnes of sugarcane. Around 185 sugar mills are currently participating in the cane crushing operation in Maharashtra. Solapur division is leading in the state with highest 43 sugar mills engaged in cane crushing operation this season. Sugar recovery rate for Solapur is currently at 8.45 percent and for the entire state (Maharashtra) is at 9.36 percent.

**Previous Updates:**

According to the government, cane arrears of farmers as on 06<sup>th</sup> December 2021 stood at Rs.4,445 crore for the 2020-21 season. The total payable amount for the 2020-21 season was Rs. 92,881 crore of which Rs. 88,436 crore has been already paid.

With the increase in the sugar rates in the domestic market amid the covid outbreak, the Trading Corporation of Bangladesh (TCB) will launch a nationwide programme to sell sugar, red lentil, soyabean and onion at subsidized rates. TCB has issued a press release on 04<sup>th</sup> December 2021 stating that the sugar will be sold at subsidized rates in Dhaka ad other metropolitan cities, districts and upazila towns. The sugar in the domestic market is being sold at Bangladeshi Taka (TK) 75-80 per kg and TCB will sell it at TK 55 per kg.

Gujarat government will soon announce an ethanol production policy 2021 that would benefit both farmers and ethanol manufacturers in the state. The policy aims to utilize, develop, and promote domestic feedstock of agri-produce by products.

The Haryana state pollution control board has issued a notification stating that the industrial operations and processors in NCR, not running on PNG or cleaner fuels, shall be allowed to operate only up to 8 hours a day from Monday to Friday and shall not be allowed to operate on Saturday and Sunday. This decision might affect the sugar industry as when the sugarcane juice is in drying the cost of heat energy required and then the shutting the mill for 16 hours after running eight hours heating and cooling will spoil the sugar quality and also the cost will go three times higher. As per the industry people this decision needs to be reviewed.

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

Source: MRCI

Daily Futures Price Listing Tuesday, Dec 14th, 2021									
Most Recent Information							Previous Day		
Mth	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
<a href="#">Mar-22</a>	211214	19.72	19.79	19.61	19.65	+0.01	28,238	350,901	+1,401
<a href="#">May-22</a>	211214	19.33	19.37	19.22	19.25	Unch	12,327	148,186	-241
<a href="#">Jul-22</a>	211214	18.90	18.95	18.82	18.91	+0.06	12,117	117,540	-563
<a href="#">Oct-22</a>	211214	18.70	18.75	18.63	18.75	+0.09	6,126	109,135	+776
<a href="#">Mar-22</a>	211214	18.52	18.65	18.51	18.65	+0.10	2,350	55,660	+513
<a href="#">May-23</a>	211214	17.54	17.65	17.65	17.64	+0.09	1,362	26,122	+517
<a href="#">Jul-23</a>	211214	16.91	17.00	17.00	16.97	+0.08	414	25,757	+59
<a href="#">Oct-23</a>	211214	16.49	16.59	16.59	16.55	+0.08	253	22,066	-107
Total Volume and Open Interest							63,248	869,737	+2,345

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

Source: MRCI

Daily Futures Price Listing Tuesday, Dec 14th, 2021									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar(LCE)									
<a href="#">Dec-21</a>	211214	512.20	513.60	509.00	510.90	+0.80	2,584	30,116	+321
<a href="#">Mar-22</a>	211214	507.7	509.20	505.50	506.90	+0.60	782	11,663	-133
<a href="#">May-22</a>	211214	500.90	501.30	498.00	499.10	-0.20	675	7,883	+137
<a href="#">Aug-22</a>	211214	491.70	492.30	489.20	490.90	+0.20	153	7,672	+26
<a href="#">Oct-22</a>	211214	488.60	489.40	487.00	488.30	unch	22	2,030	+14
Total Volume and Open Interest							4,348	60,918	+425

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			15-Dec-21	14-Dec-21	
Delhi	Delhi	M-Grade	3480	3480	Unch
	Delhi	S-Grade	3460	3460	Unch
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	3696	3696	Unch
	Mumbai	S-Grade	3450	3450	Unch
	Nagpur	M-Grade	3475	3475	Unch
	Nagpur	S-Grade	3375	3375	Unch
	Kolhapur	M-Grade	3350	3350	Unch
	Kolhapur	S-Grade	3250	3250	Unch
Assam	Guhawati	S-Grade	3563	3563	Unch
Meghalaya	Shillong	S-Grade	3570	3570	Unch
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3820	3820	Unch
	Vijayawada	S-Grade (With Duty)	3760	3760	Unch
West Bengal	Kolkata	M-Grade	3800	3800	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3720	3720	Unch
	Dindigul	M-Grade (DCA)	3920	3920	Unch
	Coimbatore	M-Grade (DCA)	3800	3800	Unch
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3700	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)			15-Dec-21	14-Dec-21	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	2950	2875	75
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	12000	10000	2000
	Muzaffarnagar	Khurpa (Fresh)	2675	2700	-25
	Muzaffarnagar	Laddoo (Fresh)	3000	2900	100
	Muzaffarnagar	Rascut (Fresh)	2388	2400	-13

	Hapur	Chaurasa	2575	2600	-25
	Hapur	Balti	2575	2575	Unch
Andhra Pradesh	Chittur	Gold	NR	NR	-
		White	NR	NR	-
		Black	NR	NR	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4700	4700	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)	3400	3370	30
	Mandya	Kurikatu (Medium)	3280	3350	-70
	Mandya	Other (Medium)	3300	3120	180
	Mandya	Yellow (Medium)	3450	3410	40
	Shimoga/Shivamogga	Achhu (Average)	NA	3700	-

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