

Recent Update:

A firm tone was witnessed in Sugar physical markets today in India. Sugar prices were higher in Delhi by Rs.20-40 at Rs. 3470/q. Prices were in Kolhapur was at Rs. 3200/q.

Bangladesh sugar mills are likely to produce less sugar this season. The two sugar mills located in Thakurgaon and Joypurhat are likely to produce less sugar this season as they have lowered the volume of sugarcane crushing due to technical glitches. The mills are expected to crush around 50,000 to 30,000 tonnes of sugarcane this season. The suspension of operations of six sugar mills has affected the farmers from Dinajpur, Thakurgaon, Natore, Rangpur, Gaibandha, Pabna and Panchagarh since 2020.

Weather Forecast:

Thunderstorm accompanied with lightening & hail at isolated places very likely over Punjab, Haryana, Chandigarh, Delhi, Rajasthan and West Madhya Pradesh. Heavy rainfall at isolated places over Jammu & Kashmir, Ladakh, Gilgit-Balistan and Muzaffarabad.

Previous Updates:

For the 2021-22 season, the Government has set a target to achieve 10% blending across the country in the current year. Against a total requirement of 459 crore ltrs of ethanol for 10% blending, Oil Marketing Companies have so far allocated a total of 366 crore ltrs after first two cycles of EOI, i.e. 317 Crore ltr against offer of 414 Crore ltr in 1st cycle of EOI and 49 Crore ltrs against an offer of 82 Crore ltrs in 2nd cycle of EOI. Further, OMCs had floated the 3rd EOI indicating requirement of about 94 Crore liters on 25th December, 2021, for which about 30 Crore liters of offers have been received by them. Currently, OMCs are examining the bids and are expected to make the allocations in a few days' time.

Indian sugar mills are waiting for global sugar prices to rise to enter into further export deals. Owing to fall in global prices of raw sugar, not much export contracts happened in the last one month or so, beyond the 38 – 40 lakh tons of export contracts which have already been signed. Since almost 9 months are left for the current season, mills are still waiting for the opportune time to enter into further export contracts. During October- November period of the ongoing 2021-22 season, sugar mills exported over 6.5 lakh tonnes of sugar, higher than 3 lakh tonnes in the year ago period.

Sugar production in India has witnessed a rise as compared to the previous season. Whereas sugar output in Uttar Pradesh is slightly lower this season. According to the Indian Sugar Mills Association, in Uttar Pradesh, 119 sugar mills have produced 30.90 lakh tonnes till 31st December, 2021. Whereas, in the previous 2020-21 season, 120 mills were in operation as on 31st December, 2020 and they had produced 33.66 lakh tonnes of sugar.

According to the Indian Sugar Mills Association, 492 sugar mills were in operation in the country as on 31st December 2021 and have produced 115.55 lakh tonnes of sugar, as compared to 110.74 lakh tonnes produced by 481 sugar mills as on 31st December 2020. This is 4.81 lakh tonnes higher as compared to last season's production for the corresponding period.

International Sugar Futures ICE(US Cent/lb)

Source: MRCI

Daily Futures Price Listing Wednesday, Dec 05th, 2022									
Most Recent Information							Previous Day		
Mth	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
Mar-22	220105	18.80	18.80	18.32	18.34	-0.41	20,398	333,430	+931
May-22	220105	18.58	18.58	18.07	18.10	-0.37	7,901	152,836	-757
Jul-22	220105	18.43	18.43	17.99	17.99	-0.33	7,026	119,623	+783
Oct-22	220105	18.49	18.49	18.07	18.07	-0.28	3,465	114,810	+263
Mar-22	220105	18.50	18.50	18.20	18.20	-0.26	1,552	56,209	-282
May-23	220105	17.62	17.62	17.30	17.36	-0.22	120	27,614	-1
Jul-23	220105	17.01	16.73	17.36	16.78	-0.20	143	26,991	+23
Oct-23	220105	16.60	16.38	16.38	16.41	-0.18	91	22,054	+25
Total Volume and Open Interest							40,743	868,302	+1,010

International Sugar Futures LIFFE(US \$/MT)

Source: MRCI

Daily Futures Price Listing Wednesday, Dec 05th, 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar(LCE)									
Dec-21	220105	492.50	493.90	488.00	488.20	-7.10	76	28,961	+28,961
Mar-22	220105	488.30	488.90	482.60	483.10	-7.60	1	11,940	+11,940
May-22	220105	486.30	486.30	479.50	480.40	-7.50	48	7,917	+7,917
Aug-22	220105	482.20	482.20	475.40	476.20	-7.10	215	7,583	+7,583
Oct-22	220105	482.20	483.50	477.50	479.20	-5.70	130	2,160	+2,160
Total Volume and Open Interest							470	60,293	+322

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			06-Jan-22	05-Jan-22	
Delhi	Delhi	M-Grade	3490	3480	10
	Delhi	S-Grade	3470	3460	10
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	3686	3686	Unch
	Mumbai	S-Grade	3426	3426	Unch
	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)	3800	3800	Unch
	Vijayawada	S-Grade (With Duty)	3760	3760	Unch
West Bengal	Kolkata	M-Grade	3800	3800	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3740	3740	Unch
	Dindigul	M-Grade (DCA)	3920	3920	Unch
	Coimbatore	M-Grade (DCA)	3800	3800	Unch
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3700	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)			06-Jan-22	05-Jan-22	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3088	3088	Unch

	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	5000	5000	Unch
	Muzaffarnagar	Khurpa (Fresh)	2950	2950	Unch
	Muzaffarnagar	Laddoo (Fresh)	3213	3213	Unch
	Muzaffarnagar	Rascut (Fresh)	2413	2413	Unch
	Hapur	Chaurasa	2813	2800	13
	Hapur	Balti	2813	2800	13
Andhra Pradesh	Chittur	Gold	NR	NR	-
		White	NR	NR	-
		Black	NR	NR	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4650	4650	Unch
	Belgaum	Mudde (Average)	0	0	Unch
	Belthangadi	Yellow (Average)	0	0	Unch
	Bijapur/Vijayapura	Achhu	0	0	Unch
	Gulbarga/Kalaburgi	Other (Average)	0	0	Unch
	Mahalingapura	Penti (Average)	0	0	Unch
	Mandya	Achhu (Medium)	3320	3300	20
	Mandya	Kurikatu (Medium)	3200	3150	50
	Mandya	Other (Medium)	3050	3000	50
	Mandya	Yellow (Medium)	3280	3260	20
	Shimoga/Shivamogga	Achhu (Average)	3700	3700	Unch

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