

Recent Update:

Sugar physical market showed a mixed trend today in India. Sugar prices were lower in the Delhi market at Rs. 3510/qtl whereas in the Kolhapur market prices were lower at Rs. 3400/qtl.

The Cabinet Committee on Economic Affairs has approved Fair and Remunerative Price (FRP) of sugarcane for the 2022-23 sugar season at Rs. 305 per quintal for a basic recovery rate of 10.25%, providing a premium of Rs. 3.05/quintal for each 0.1% increase in recovery over and above 10.25%, & reduction in FRP by Rs. 3.05/quintal for every 0.1% decrease in recovery.

However, the Government with a view to protect interest of sugarcane farmers has also decided that there shall not be any deduction in case of sugar mills where recovery is below 9.5%. Such farmers will get Rs. 282.125/quintal for sugarcane in ensuing 2022-23 season as compared to previous Rs. 275.50/quintal in 2021-22 current season.

Weather Forecast

Heavy rainfall at isolated places over Coastal and South Interior Karnataka, and heavy rainfall at isolated places over Chhattisgarh, Madhya Maharashtra, Konkan & Goa, North Interior Karnataka, Tamil Nadu, Pondicherry, Karikal, Kerala & Mahe, Himachal Pradesh, Uttarakhand, West Uttar Pradesh, Rajasthan, Madhya Pradesh, Sub-Himalayan West Bengal, Sikkim, Odisha, Andaman & Nicobar Islands, Assam & Meghalaya, Nagaland, Manipur, Mizoram & Tripura, Gujarat region, Telangana, Rayalaseema, Marathwada. Thunderstorm accompanied with gusty winds likely at isolated places over Andaman & Nicobar Islands, and with lightening at isolated places over Jammu & Kashmir, Uttarakhand, Himachal Pradesh, Punjab, Haryana, Chandigarh & Delhi, Uttar Pradesh, Rajasthan, Madhya Maharashtra, Chhattisgarh, Jharkhand, Gangetic west Bengal, Assam & Meghalaya, Nagaland, Manipur, Mizoram, & Tripura, Gujarat region, Madhya Maharashtra, Marathwada, Coastal Andhra Pradesh & Yanam, Rayalaseema, Interior Karnataka, Kerala & Mahe, Tamil Nadu, Pondicherry & Karaikal.

Previous Updates:

The Government has released a sugar monthly quota of 22 LMT for monthly sales in August 2022 which is 1 LMT higher than the quota released in the previous season. The market is likely to witness good demand as the festivals like Raksha Bandhan, Teej, Janmashtami, Ganesh Chaturthi are scheduled in the month of August 2022.

Sugar Exports are currently under restricted category. In June'2022, the government has capped sugar exports at 10 million tonnes. Mills have exported 9.97 MT of sugar so far in the ongoing 2021-22 season to countries such as Nepal, Bangladesh, Sri Lanka, UAE, Afghanistan, Indonesia, Somalia etc. However, as per the market sources the Centre is likely to allow an additional 1.2 million tonnes (MT) of sugar exports in the 2021-22 season ending September 2022 taking into account higher-than-anticipated domestic production.

According to the data released by Agriculture Ministry, as of 29th July 2022, Sugarcane sowing has been reported at 54.41 lakh hectares which was 55.83 lakh hectares in the previous 2021-22 season.

International Sugar Futures ICE (US Cent/lb)

Daily Futures Price Listing Wednesday, Aug 03 rd 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
Oct-22	220803	17.61	18.03	17.50	17.77	+0.08	59,731	334,193	+5,068
Mar-22	220803	17.78	18.10	17.63	17.89	+0.09	22,860	193,938	+1,004
May-22	220803	17.17	17.45	17.02	17.27	+0.09	9,287	78,028	+2,336
Jul-23	220803	16.77	17.04	16.66	16.86	+0.07	3,682	50,085	-561
Oct-23	220803	16.77	16.99	16.66	16.83	+0.05	2,554	41,738	+428
Mar-23	220803	16.97	17.20	16.89	17.02	+0.04	1,219	22,760	-50
May-24	220803	16.56	16.79	16.52	16.61	+0.02	583	7,448	+194
Jul-24	220803	16.33	16.53	16.30	16.36	unch	405	9,495	+219
Total Volume and Open Interest							100,703	752,773	+8,878

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Wednesday, Aug 03 rd 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
Aug-22	220803	520.00	531.30	519.60	527.70	+5.60	4,021	34,472	-475
Oct-22	220803	497.20	506.00	495.80	503.50	+5.20	2,075	15,251	-51
Dec-22	220803	487.10	495.70	485.80	491.90	+3.50	739	11,361	+109
Mar-22	220803	481.50	489.00	481.50	484.80	+3.30	287	4,609	+46
May-23	220803	481.40	481.60	477.10	477.30	+2.90	83	3,475	+12
Total Volume and Open Interest							7,341	73,596	-272

Source: MRCI

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
			4-Aug-22	3-Aug-22	
Sugar					
Delhi	Delhi	M-Grade	3510	3535	-25
	Delhi	S-Grade	3490	3515	-25
Maharashtra	Mumbai	M-Grade	3646	3650	-4
	Mumbai	S-Grade	3516	3526	-10
	Nagpur	M-Grade	3525	3575	-50
	Nagpur	S-Grade	3425	3475	-50
	Kolhapur	M-Grade	3400	3450	-50
	Kolhapur	S-Grade	3300	3350	-50
Assam	Guhawati	S-Grade	3613	3664	-51
Meghalaya	Shillong	S-Grade	3620	3670	-50
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3940	3940	Unch
	Vijayawada	S-Grade (With Duty)	3840	3840	Unch
West Bengal	Kolkata	M-Grade	3810	3810	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3550	3550	Unch
	Dindigul	M-Grade (DCA)	3810	3810	Unch
	Coimbatore	M-Grade (DCA)	NA	NA	-

Chattisgarh	Ambikapur	M-Grade (Without Duty)	3900	3900	Unch
Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)					

Jaggery (Gur) Prices at Key Spot Markets:

Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
			4-Aug-22	3-Aug-22	
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	2900	2900	Unch
	Hapur	Balti	3040	3040	Unch
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)	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)	3600	3500	100
	Mandya	Kurikatu (Medium)	3300	3300	Unch
	Mandya	Other (Medium)	3350	3320	30
	Mandya	Yellow (Medium)	3400	3360	40
Shimoga/Shivamogga	Achhu (Average)	3750	3750	Unch	

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