

Recent Update:

Sugar physical market showed a mixed trend today in India. Sugar prices were stable in the Delhi market at Rs. 3520/qtl whereas in the Kolhapur market prices were lower at Rs. 3350/qtl.

According to the Pakistan Sugar Mills Association, around 1.2 million tonnes of excess sugar is available at the beginning of the next sugarcane crushing season. During the previous season sugar mills had produced 2 million tonnes of surplus sugar. As per the sources, it is expected that because of good weather conditions in this season the sugarcane crop is expected to increase by 10 percent.

Weather Forecast

Heavy rainfall at isolated places over Uttarakhand, Vidarbha, Gujarat region, Odisha, Madhya Maharashtra, Konkan & Goa, Madhya Pradesh, Chhattisgarh, Saurashtra & Kutch, Marathwada, Telangana, with lightening at isolated places over Himachal Pradesh, East Rajasthan, Jharkhand, Gangetic West Bengal, Nagaland, Manipur, Mizoram, Tripura, Karnataka, Kerala & Mahe. Thunderstorms accompanied with gusty winds likely at isolated places over Gangetic West Bengal, Coastal Andhra Pradesh & Yanam, Andaman & Nicobar Islands, Rayalaseema, Telangana, and with lightning at isolated places over Himachal Pradesh, Uttarakhand, Arunachal Pradesh, Assam & Meghalaya, Nagaland, Manipur, Mizoram & Tripura, Bihar, Jharkhand, Rajasthan, Madhya Pradesh, Vidarbha, Chhattisgarh, Rayalaseema, Tamil Nadu, Pondicherry & Karikal, Kerala & Mahe.

Previous Updates:

The Department of Food & Public Distribution (DFPD) under a vide notification dated 05th August 2022, has issued Export Release Orders (EROs) to exporters and sugar mills. DFPD has issued the orders taking into account higher-than-anticipated domestic production in the 2021-22 season. Many sugar mills which have produced raw sugar for export were unable to export sugar due to restrictions. Since the raw sugar if not exported may get deteriorated in other 3-4 months, it has been decided to issue ERO to such sugar mills having stock of raw sugar and those who have applied for ERO. Around 4,30,563 MT of sugar is allowed for further export.

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.

International Sugar Futures ICE (US Cent/lb)

Daily Futures Price Listing Monday, Aug 08 th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
Oct-22	220808	17.96	18.14	17.79	17.96	+0.02	42,288	334,412	+421
Mar-22	220808	18.05	18.18	17.86	18.05	+0.03	22,311	198,179	+748
May-22	220808	17.42	17.55	17.24	17.47	+0.06	8,219	81,211	+1,884
Jul-23	220808	16.98	17.12	16.82	17.09	+0.10	2,518	49,610	-456
Oct-23	220808	16.94	17.10	16.78	17.09	+0.14	2,281	42,490	-57
Mar-23	220808	17.18	17.28	16.98	17.28	+0.15	272	22,902	+16
May-24	220808	16.71	16.86	16.63	16.86	+0.16	75	7,523	-2
Jul-24	220808	16.47	16.61	16.36	16.61	+0.16	55	9,556	+11
Total Volume and Open Interest							78,034	761,319	+2,578

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Monday, Aug 08 th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
Oct-22	220808	551.40	554.90	536.70	545.10	-5.80	2,883	33,265	-20
Dec-22	220808	518.00	518.80	507.60	514.50	-2.50	1,341	15,845	-98
Mar-22	220808	500.30	500.70	492.50	499.00	+0.60	527	11,105	+76
May-22	220808	491.50	492.60	487.20	491.40	+1.70	111	4,752	+68
Aug-23	220808	479.50	484.40	479.50	483.40	+2.40	59	3,532	+33
Total Volume and Open Interest							5,026	73,036	+119

Source: MRCI

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			9-Aug-22	8-Aug-22	
Delhi	Delhi	M-Grade	3520	3520	Unch
	Delhi	S-Grade	3500	3500	Unch
Uttar Pradesh	Khatauli	M-Grade	3575	3575	Unch
	Ramala	M-Grade	3515	3515	Unch
	Dhampur	M-Grade Ex-Mill	3545	3545	Unch
	Dhampur	S-Grade Ex-Mill	3545	3545	Unch
	Dhampur	L-Grade Ex-Mill	NA	NA	-
Maharashtra	Mumbai	M-Grade	3646	3646	Unch
	Mumbai	S-Grade	3512	3510	2
	Nagpur	M-Grade	3475	3525	-50
	Nagpur	S-Grade	3375	3425	-50
	Kolhapur	M-Grade	3350	3400	-50
	Kolhapur	S-Grade	3250	3300	-50
Assam	Guhawati	S-Grade	3563	3613	-51
Meghalaya	Shillong	S-Grade	3570	3620	-50
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3960	3960	Unch
	Vijayawada	S-Grade (With Duty)	3860	3860	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
Jaggery(Gur)			9-Aug-22	8-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)	NA	4500	-
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	NA	3562	-
	Mahalingapura	Penti (Average)	NA	3562	-
	Mandya	Achhu (Medium)	NA	NA	-
	Mandya	Kurikatu (Medium)	NA	NA	-
	Mandya	Other (Medium)	NA	NA	-
	Mandya	Yellow (Medium)	NA	NA	-
	Shimoga/Shivamogga	Achhu (Average)	NA	3800	-

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness, and correctness. The use of data and information contained in this report is at your own risk. This document is not, and should not be construed as an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed, or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors, and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at © 2022 Indian Agribusiness Systems Ltd.