

Recent Update:

Sugar physical market showed a mixed trend today in India. Sugar prices were slightly lower in the Delhi market at Rs. 3500/qtl.

In a notification issued on 31st August 2022, the food ministry has allocated higher monthly sales quota of 23.5 Lakh MT (LMT) for monthly September 2022, compared to 22 LMT allocated during August 2022. As per Agriwatch Sources, demand is expected to remain smooth with the beginning of the Ganesh Chaturthi festival and the upcoming Navratri festival in early October month.

As per the market sources, Sugarcane crushing is likely to commence early from 01st October 2022 in Maharashtra. However, the official decision is yet to be taken by the Cabinet Committee on 15th September 2022. The sugarcane crushing usually starts from late October 2022 to early November and ends in mid-April but during the previous 2021-22 season the sugar crushing continued till June 2022 mainly because of excess production. According to Indian Sugar Mills Association, overall sugar production during the 2021-22 season in Maharashtra was 138 lakh tonnes which is further expected to increase in the coming 2022-23 season to 148 lakh tonnes amid good rains in the key growing districts i.e. Kolhapur, Sangli, Satara, Ahmednagar, Nasik, Amravati, Nagpur etc

Weather Forecast

Heavy rainfall at isolated places over Sub-Himalayan West Bengal & Sikkim and heavy rainfall at isolated places over Uttarakhand, Bihar, Jharkhand, Arunachal Pradesh, Assam & Meghalaya, Nagaland, Manipur, Mizoram & Tripura, South interior Karnataka, Kerala & Mahe, Lakshadweep, Tamil Nadu, Pondicherry, & Karaikal. Thunderstorms accompanied by lightning at isolated places over Jammu, Kashmir, Ladakh, Gilgit-Baltistan, Muzaffarabad, Himachal Pradesh, Uttarakhand, East Uttar Pradesh, East Madhya Pradesh, Rajasthan, Chhattisgarh, Bihar, Jharkhand, West Bengal & Sikkim, Odisha, Arunachal Pradesh, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Coastal Andhra Pradesh & Yanam, Telangana, Rayalaseema, Karnataka, Tamil Nadu, Pondicherry, Karaikal, Kerala & Mahe and Lakshadweep.

Previous Domestic Market Updates:

According to the Ministry of Agriculture and Farmer's Welfare data, till 26th August 2022, the area under sugarcane cultivation has reached 55.59 lakh hectares as compared to 54.69 lakh hectares during the previous season.

According to the market sources, sugar exports in India are likely to fall at around 8 million tonnes in the upcoming 2022-23 season as compared to 10.5 million tonnes in the 2021-22 due to expected lower opening stock and an increase in diversion of sugar for ethanol production. About 45 lakh tonnes of sugar is expected to be diverted for ethanol next season against 34 lakh tonnes this season.

Sugarcane Sowing (Lakh Hectares) As of 26th Aug 2022		
State-wise	2022-23	2021-22
Andhra Pradesh	0.47	0.84
Assam	0.28	0.28
Bihar	2.35	2.64
Chhattisgarh	0.32	0.12
Gujarat	2.32	2.31
Haryana	1.06	1.1
Karnataka	6.6	5.69
Madhya Pradesh	0.86	1.06
Maharashtra	13.4	12.32
Odisha	0.19	0.17
Punjab	0.97	0.98
Tamil Nadu	1.51	1.5
Telangana	0.32	0.29
Uttar Pradesh	23.6	23.95
Uttarakhand	0.92	0.93
West Bengal	0.16	0.17
Others	0.26	0.345
All-India	55.59	54.695

International Market Updates:

Brazil Sugar production is expected to fall in the coming 2022-23 season. According to the Government, the sugarcane production for the 2022-23 season is projected to be 514 million tonnes in the center-south (CS) region as against 525 million tonnes in the 2021-22 season. Farmers have switched to crops like soy and corn which are more profitable, along with it bad weather is likely to affect the crop.

International Sugar Futures ICE (US Cent/lb)

Daily Futures Price Listing Thursday, Sept 01st 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
22-Oct	220901	17.86	18.07	17.75	17.99	0.1	43,965	282,509	-3,918
22-Mar	220901	17.77	17.95	17.67	17.82	0.05	24,545	214,591	1,670
22-May	220901	17.2	17.4	17.14	17.25	unch	7,823	95,131	508
23-Jul	220901	17.04	17.18	16.92	17	-0.04	4,283	55,594	-330
23-Oct	220901	17.1	17.23	16.97	17.06	-0.06	1,423	47,163	255
23-Mar	220901	17.32	17.44	17.18	17.26	-0.08	366	23,367	-90
24-May	220901	16.8	16.8	16.63	16.73	-0.09	111	7,487	-49
24-Jul	220901	16.36	16.37	16.25	16.36	-0.1	99	10,292	-7
Total Volume and Open Interest							82,716	752,642	-1,927

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Thursday, Sept 01st 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
22-Oct	220901	549.7	562.2	547.2	559.1	8.3	6,222	30,196	-1468
22-Dec	220901	522.9	526.9	520.3	525.2	2.2	3,334	19,161	786
22-Mar	220901	500.3	505	499.3	503.3	1.3	1437	14,343	523
22-May	220901	490.2	494.2	488.5	491.9	0.1	755	5,475	160
23-Aug	220901	481.5	484.7	480.3	483	-0.1	113	4,003	56
Total Volume and Open Interest							12,017	78,308	131

Source: MRCI

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			2-Sep-22	1-Sep-22	
Delhi	Delhi	M-Grade	3500	3505	-5
	Delhi	S-Grade	3480	3485	-5
Uttar Pradesh	Khatauli	M-Grade	3535	3535	Unch
	Ramala	M-Grade	3490	3490	Unch
	Dhampur	M-Grade Ex-Mill	3550	3550	Unch
	Dhampur	S-Grade Ex-Mill	3550	3550	Unch
	Dhampur	L-Grade Ex-Mill	NA	NA	-
Maharashtra	Mumbai	M-Grade	3646	3646	Unch
	Mumbai	S-Grade	3550	3546	4
	Nagpur	M-Grade	3625	3575	50
	Nagpur	S-Grade	3525	3475	50
	Kolhapur	M-Grade	3500	3450	50
	Kolhapur	S-Grade	3400	3350	50
Assam	Guhawati	S-Grade	3715	3664	51
Meghalaya	Shillong	S-Grade	3720	3670	50
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	4000	4000	Unch
	Vijayawada	S-Grade (With Duty)	3900	3900	Unch
West Bengal	Kolkata	M-Grade	3900	3900	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3550	3550	Unch
	Dindigul	M-Grade (DCA)	3840	3840	Unch
	Coimbatore	M-Grade (DCA)	3840	3840	Unch
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3850	3850	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)			2-Sep-22	1-Sep-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	Chaursa	2970	3000	-30
	Hapur	Balti	3080	3100	-20
Andhra Pradesh	Chittur	Gold	NR	NR	-
		White	NR	NR	-
		Black	NR	NR	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4550	4550	Unch
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	3150	NA	-
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	3550	3570	-20
	Mandya	Kurikatu (Medium)	3480	3450	30
	Mandya	Other (Medium)	3350	3360	-10
	Mandya	Yellow (Medium)	3500	3450	50
	Shimoga/Shivamogga	Achhu (Average)	3800	3800	Unch

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