

Recent Update:

Sugar physical market showed a mixed trend today in India. Sugar prices were slightly lower in the Delhi market at Rs. 3510/qtl whereas prices were higher in Kolhapur at Rs. 3500 per quintal.

Before the start of the sugarcane crushing season, various state governments are demanding the center to release the sugar export policy for the coming 2022-23 season starting from October. Uttar Pradesh sugar industry is demanding allocation of mill-wise export quota while the sugar mills from Maharashtra, Karnataka and Tamil Nadu are demanding exports through open general license policy (OGL). Earlier, Indian Sugar Mills Association had also asked for mill-wise Maximum Admissible Export Quota (MAEQ) for 2022-23 season.

According to the market sources, government may allow sugar exports of around 50 lakh tonnes in the first tranche of 2022-23 sugar season. Sugar production is likely to increase in Maharashtra, Karnataka and Tamil Nadu amid good rainfall and crop condition. However, Uttar Pradesh has received lower rainfall this year and production is further expected to go down in the 2022-23 season. In the 2021-22 season, Sugar production in Uttar Pradesh and Maharashtra was 102 lakh tonnes and 138 lakh tonnes respectively. During the 2021-22 season India exported around 112 lakh tonnes of sugar.

AgriWatch expects sugar crushing to start from mid October 2022 for the coming 2022-23 season in Maharashtra. As per the sources, currently the sugarcane crop condition is good in Maharashtra and yield is expected to improve in the coming season. No major crop damage has been reported so far.

Although, in Uttar Pradesh, the crop yield and sugar recovery are expected to decline due to lower rains in July-August. Sugarcane crushing in Uttar Pradesh is expected to begin after 15th October 2022.

Weather Forecast

Heavy rainfall at isolated places over Uttarakhand, East Uttar Pradesh, Andaman & Nicobar Islands, ghats area of Madhya Maharashtra, and Konkan & Goa. Thunderstorms accompanied by lightning at isolated places over Himachal Pradesh, Uttarakhand, Uttar Pradesh, Haryana, Madhya Pradesh, Marathwada, Vidarbha, Chhattisgarh, Jharkhand, Bihar, Gangetic West Bengal, Arunachal Pradesh, Coastal Andhra Pradesh, Yanam, Interior Karnataka, Tamil Nadu, Pondicherry, Karikal.

Previous Domestic Market Updates:

Andhra Pradesh Sugarcane sowing has reached 0.38 lakh hectares for the 2022-23 season which is slightly lower as compared to the previous season's sowing of 0.43 lakh hectares, till 14th Sept 2022. However, average rainfall for the period from 01.06.2022 to 14.09.2022 has reached 528 mm higher as compared to the previous season of 484 mm across the state.

As of 14th Sept 2022, Telangana Sugarcane sowing has reached 36987 acres for the 2022-23 season which is slightly higher compared to the previous season's sowing of 34072 acres. Average rainfall for the period from 01.06.2022 to 14.09.2022 has reached 1028 mm higher as compared to the previous season of 881 mm across the state.

Sugarcane Sowing (Lakh Hectares) As of 09 th Sep 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	0.35
All-India	55.65	54.70

According to the Ministry of Agriculture and Farmer's Welfare data, till 09th September 2022, the area under sugarcane cultivation has reached 55.65 lakh hectares as compared to 54.70 lakh hectares during the previous season.

International Market Updates:

According to UNICA, sugar production in Brazil has increased by 5.77% to 3.13 million tonnes during the first half of August 2022. The allocation to sugar production has been increased to 48.4% as against 46.4% last season. This has resulted in lower ethanol output falling 1.23% to 2.25 billion liters. Earlier, sugar production was expected to fall but with the increase in arrivals and good crop conditions, production has now revived.

Ethanol Mill-wise Production Uttar Pradesh:

Sr. No	Factory Name	Opening Stock	Production To Date	Stock On Date	Sale in Hand	Last Sold Rate
		(in Lac B.L.)				(in Rs./litre)
		12th September 2022				
1	ANOOPSAHAR (ANOO)	3.46	28.78	2.98	44.98	59.08
2	GHOSI (GHOS)	3.7	9.28	0.33	27.54	59.08
3	KAIMGANJ (KAIM)	1.62	0	1.59	9.57	46.66
4	MAJHOLA (MAJH)	0	0	0	0	0
5	NANAUTA (NANA)	2.58	11.14	2.79	29.63	46.66
6	NANAPRA (NANP)	0	0	0.5	7	46.66
7	SAMPORNANAGAR (SAMP)	4.84	6.91	0.3	61.9	46.66
8	SATHIAON (SATN)	14.44	19.06	3.79	29.74	59.08
9	SNEH ROAD (SNEH)	0.13	42.8	2.31	92	59.08
	Total	30.77	117.97	14.59	302.36	

International Sugar Futures ICE (US Cent/lb)

Daily Futures Price Listing Thursday, Sept 15th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
22-Oct	220915	18.36	18.38	18.16	18.18	-0.09	101,386	153,794	-18,278
22-Mar	220915	18	18.05	17.83	17.88	-0.09	96,818	299,587	16,953
22-May	220915	17.47	17.52	17.31	17.32	-0.14	23,211	107,203	2468
23-Jul	220915	17.23	17.28	17.06	17.07	-0.16	16,220	75,537	1742
23-Oct	220915	17.3	17.33	17.12	17.12	-0.18	7,937	51,094	1652
23-Mar	220915	17.53	17.55	17.32	17.33	-0.2	3449	28,708	1004
24-May	220915	17.04	17.04	16.82	16.85	-0.18	365	7,897	104
24-Jul	220915	16.71	16.71	16.49	16.54	-0.17	199	10,275	108
Total Volume and Open Interest							249,692	751,873	5,832

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Thursday, Sept 15th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
22-Oct	220915	606.5	633	603.6	622.8	18	7,301	6,408	-3735
22-Dec	220915	536.6	547	534.1	543	5.1	9,647	40,426	2046
22-Mar	220915	504.5	510.1	503.3	508.6	3.3	3391	22,357	731
22-May	220915	493.8	495.2	490.8	493.5	-0.3	1133	6,406	-87
23-Aug	220915	486.2	487.2	481	483.8	-2.4	515	4,578	53
Total Volume and Open Interest							22,487	86,231	-954

Source: MRCI

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			16-Sep-22	15-Sep-22	
Delhi	Delhi	M-Grade	3510	3520	-10
	Delhi	S-Grade	3490	3500	-10
Uttar Pradesh	Khatauli	M-Grade	3575	3595	-20
	Ramala	M-Grade	3450	3450	Unch
	Dhampur	M-Grade Ex-Mill	3535	3555	-20
	Dhampur	S-Grade Ex-Mill	3515	3535	-20
	Dhampur	L-Grade Ex-Mill	3585	3605	-20
Maharashtra	Mumbai	M-Grade	3640	3640	Unch
	Mumbai	S-Grade	3542	3542	Unch
	Nagpur	M-Grade	3625	3525	100
	Nagpur	S-Grade	3525	3425	100
	Kolhapur	M-Grade	3500	3400	100
	Kolhapur	S-Grade	3400	3300	100
Assam	Guhawati	S-Grade	3715	3613	102
Meghalaya	Shillong	S-Grade	3720	3620	100
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3980	4000	-20
	Vijayawada	S-Grade (With Duty)	3880	3900	-20
West Bengal	Kolkata	M-Grade	3930	3930	Unch

Tamil Nadu	Chennai	S-Grade (With GST)	3500	3550	-50
	Dindigul	M-Grade (DCA)	3860	3860	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)			16-Sep-22	15-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	Chaurasa	2960	2930	30
	Hapur	Balti	3100	3080	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)	3100	3150	-50
	Mahalingapura	Penti (Average)	NA	3521	-
	Mandya	Achhu (Medium)	3350	3380	-30
	Mandya	Kurikatu (Medium)	3300	3320	-20
	Mandya	Other (Medium)	3280	3350	-70
	Mandya	Yellow (Medium)	3450	3500	-50
	Shimoga/Shivamogga	Achhu (Average)	3800	NA	-

INTERNATIONAL SUGAR PRICES

International Sugar Futures ICE		(Rs/Qtl)				
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		15-Sep-22	8-Sep-22	16-Aug-22	15-Sep-21	15-Sep-22
Oct-22	2.97	3241	3055	3047	3147	79.58
Mar-22	-1.07	3187	3162	3249	3222	
May-22	-7.67	3087	3078	3128	3344	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		15-Sep-22	8-Sep-22	16-Aug-22	15-Sep-21	15-Sep-22
Oct-22	1.01	3850	3846	3893	3811	79.58
Dec-22	16.69	4321	4252	4162	3703	
Aug-22	3.60	3927	3915	3966	3791	

International Sugar FOB (USD/mT)				
Date	Thailand FOB	Brazil FOB	Indian White Sugar FOB	INR
14-Sep-22	508	465	555	79.58
15-Sep-22	501	444	555	79.58

Disclaimer

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