

Recent Update:

Sugar physical market showed a stable to weak trend today in India. Sugar prices were lower in the Delhi market at Rs. 3490/qtl whereas prices in Kolhapur at Rs. 3500 per quintal.

According to the Maharashtra government, sugarcane crushing season is likely to start from 15th October 2022. The sugarcane crushing season is expected to be of 160 days and the prices for sugarcane are likely to be Rs. 3050 per tonne for recovery of 10.25%. Around 203 sugar mills are expected to participate in the 2022-23 crushing season. Sugar mills in Maharashtra has cleared 98% of FRP to the sugarcane farmers for the 2021-22 season so far.

Sugar Production (Lakh Tonne)	2021-22 season
Uttar Pradesh	102.48
Maharashtra	137.36
Karnataka	58.85

Source: ISMA

Ethanol: According to the market sources, the center may hike the ethanol purchase price by Rs.2 per liter for the 2022-23 season (Dec-Nov). According to the Ministry of petroleum and natural gas, the government has achieved 10.3% ethanol blending in petrol as of June 2022, ahead of the November 2022 deadline. Earlier, during the 2021-22 season, the government increased the procurement price of all three categories of ethanol produced from different sources by 1.27 to 2.55 percent.

Raw Material	Ethanol Procurement Price (Rs./liter)						
	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
C-heavy molasses	42	39	40.85	43.46	43.75	45.69	46.66
B-heavy molasses	-	-	-	52.43	54.27	57.61	59.08
Sugarcane juice/Syrup	-	-	-	59.19	59.48	62.65	63.45
Damaged food grain	-	-	-	47.13	50.36	51.55	-
Surplus rice issued by FCI	-	-	-	-	-	56.87	-
Maize	-	-	-	-	-	51.55	-

Weather Forecast

Heavy rainfall at isolated places over Odisha, Chhattisgarh, Jharkhand, Arunachal Pradesh, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, East Madhya Pradesh, Coastal Andhra Pradesh, Yanam & Telangana. Thunderstorms accompanied by lightning at isolated places over Uttarakhand, Uttar Pradesh, Haryana, East Madhya Pradesh, Vidarbha, Chhattisgarh, Jharkhand, Bihar, Bengal, Sikkim, Madhya Maharashtra, Telangana, Kerala & Mahe, Coastal Andhra Pradesh, Yanam, Interior Karnataka, Tamil Nadu, Pondicherry, Karaikal.

Previous Domestic Market Updates:

As of Sept. 16th, 2022 Sugarcane sowing has reached 55.65 Lakh Ha. Vs 54.97 Lakh Ha. same period last year.

Sugar mills in Uttar Pradesh has cleared cane dues of around Rs. 30,368.73 crore till 01st September 2022. Sugar mills are yet to clear dues of Rs. 4,832 crore to cane farmers across the state.

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.

Sugarcane Sowing (Lakh Hectares) As of 16 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	54.97

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.

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:

S.N o	Mill Name	Opening Stock	Production To Date	Stock On Date	Sale in Hand	Last Sold Rate
		(in Lac B.L.)				(in Rs./litre)
		17th 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 Monday, Sept 19th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
22-Oct	220919	17.89	17.91	17.5	17.69	-0.19	78,109	108,936	-30,602
22-Mar	220919	17.56	17.56	17.19	17.37	-0.19	51,649	323,657	8,413
22-May	220919	17.05	17.05	16.7	16.82	-0.23	18,967	110,063	148
23-Jul	220919	16.8	16.84	16.51	16.58	-0.25	9,057	76,124	439
23-Oct	220919	16.91	16.92	16.63	16.68	-0.23	4,516	53,520	1406
23-Mar	220919	17.14	17.14	16.91	16.93	-0.21	1584	30,053	638

24-May	220919	16.64	16.64	16.45	16.47	-0.17	276	8,118	115
24-Jul	220919	16.29	16.34	16.19	16.19	-0.13	190	10,378	42
Total Volume and Open Interest							164,590	738,741	-19,325

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Monday, Sept 19th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
22-Oct	220916	539.8	541	526	527.8	-15.2	8,109	40,652	226
22-Dec	220916	506.5	506.7	496	496.8	-11.8	2,718	22,584	227
22-Mar	220916	490.1	491.2	485.1	485.8	-7.7	930	6,432	26
22-May	220916	481.1	481.6	477.3	478	-5.8	250	4,494	-84
23-Aug	220916	473.6	474.1	470	470.3	-5.8	34	4,172	4
Total Volume and Open Interest							15,021	86,397	166

Source: MRCI

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			20-Sep-22	19-Sep-22	
Delhi	Delhi	M-Grade	3490	3510	-20
	Delhi	S-Grade	3470	3490	-20
Uttar Pradesh	Khatauli	M-Grade	3555	3555	Unch
	Ramala	M-Grade	3450	3450	Unch
	Dhampur	M-Grade Ex-Mill	3530	3530	Unch
	Dhampur	S-Grade Ex-Mill	3510	3510	Unch
	Dhampur	L-Grade Ex-Mill	3580	3580	Unch
Maharashtra	Mumbai	M-Grade	3636	3636	Unch
	Mumbai	S-Grade	3526	3532	-6
	Nagpur	M-Grade	3625	3625	Unch
	Nagpur	S-Grade	3525	3525	Unch

	Kolhapur	M-Grade	3500	3500	Unch
	Kolhapur	S-Grade	3400	3400	Unch
Assam	Guhawati	S-Grade	3715	3715	Unch
Meghalaya	Shillong	S-Grade	3720	3720	Unch
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3980	3980	Unch
	Vijayawada	S-Grade (With Duty)	3940	3940	Unch
West Bengal	Kolkata	M-Grade	3920	3920	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3500	3500	Unch
	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
			20-Sep-22	19-Sep-22	
Jaggery(Gur)					
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	2990	-30
	Hapur	Balti	3140	3100	40
Andhra Pradesh	Chittur	Gold	NR	NR	-
		White	NR	NR	-
		Black	NR	NR	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	NA	4550	-
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	2800	3100	-300
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	NA	3360	-
	Mandya	Kurikatu (Medium)	NA	3300	-
	Mandya	Other (Medium)	NA	3350	-

	Mandya	Yellow (Medium)	NA	3440	-
	Shimoga/Shivamogga	Achhu (Average)	3700	3700	Unch

INTERNATIONAL SUGAR PRICES

International Sugar Futures ICE						(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	17-Sep-21	RBI Dollar
		16-Sep-22	9-Sep-22	17-Aug-22			16-Sep-22
Oct-22	-1.33	3023	3079	3040	3064		79.81
Mar-22	-0.53	3139	3180	3234	3156		
May-22	-6.73	3048	3100	3120	3268		

International Sugar Futures LIFFE						(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	17-Sep-21	RBI Dollar
		16-Sep-22	9-Sep-22	17-Aug-22			16-Sep-22
Oct-22	2.86	3815	3876	3928	3709		79.81
Dec-22	17.50	4212	4292	4166	3585		
Aug-22	3.55	3877	3948	3981	3744		

International Sugar FOB (USD/mT)				
Date	Thailand FOB	Brazil FOB	Indian White Sugar FOB	INR
16-Sep-22	517	448	569	79.81
19-Sep-22	492	431	577	79.67



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.