

**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 15<sup>th</sup> 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.

	2021-22	2022-23*
<b>Area (Lakh Hectares)</b>	13.50	14.41
<b>Sugar Production (Lakh Tones)</b>	137.36	138
<b>Recovery (%)</b>	10.40	10.25
<b>Mills In operation</b>	200	203

Source: \*Government estimate

**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)			
	2018-19	2019-20	2020-21	2021-22
C-heavy molasses	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 East Uttar Pradesh, East Rajasthan, West Madhya Pradesh, Uttarakhand, Haryana, Chandigarh, Delhi, West Uttar Pradesh, East Madhya Pradesh, Chhattisgarh, Vidarbha Arunachal Pradesh, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Madhya Maharashtra, Marathwada, Coastal Andhra Pradesh, Yanam & Telangana. Thunderstorms accompanied by lightning at isolated places over East Rajasthan, Jammu, Kashmir, Gilgit, Baltistan, Muzaffarabad, Himachal Pradesh, Uttarakhand, Punjab, Haryana, Chandigarh, Delhi, Uttar Pradesh, Madhya Pradesh, Vidarbha, Chhattisgarh, Bihar, Jharkhand, West Bengal, Sikkim, Odisha, Arunachal Pradesh, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Madhya Maharashtra, Marathwada, Coastal Andhra Pradesh, Yanam & Telangana.

**Previous Domestic Market Updates:**

As of Sept. 16<sup>th</sup>, 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 01<sup>st</sup> 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 <sup>th</sup> 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
<b>All-India</b>	<b>55.65</b>	<b>54.97</b>

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.

### 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 Tuesday, Sept 20th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
<a href="#">22-Oct</a>	220920	17.81	18.26	17.66	18.19	0.5	64,250	95,010	-13,926
<a href="#">22-Mar</a>	220920	17.48	17.87	17.33	17.8	0.43	76,702	337,572	13,915
<a href="#">22-May</a>	220920	16.93	17.26	16.78	17.2	0.38	16,654	112,729	2666
<a href="#">23-Jul</a>	220920	16.7	16.96	16.55	16.92	0.34	9,021	75,721	-403
<a href="#">23-Oct</a>	220920	16.79	17.01	16.66	16.98	0.3	3,403	53,722	202
<a href="#">23-Mar</a>	220920	17.05	17.24	16.94	17.22	0.29	1365	30,249	196
<a href="#">24-May</a>	220920	16.48	16.78	16.48	16.76	0.29	365	7,941	-177
<a href="#">24-Jul</a>	220920	16.29	16.47	16.21	16.47	0.28	315	10,160	-218
Total Volume and Open Interest							172,332	741,020	2,279

Source: MRCI

## International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Tuesday, Sept 20th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
<a href="#">22-Oct</a>	220920	525.9	531.5	521.3	527.7	-0.1	6,170	40,478	-174
<a href="#">22-Dec</a>	220920	495.8	502.8	492.5	500	3.2	2,029	22,942	358
<a href="#">22-Mar</a>	220920	485	490.5	482.6	489.3	3.5	698	6,550	118
<a href="#">22-May</a>	220920	477	482	474.5	481.5	3.5	574	4,744	250
<a href="#">23-Aug</a>	220920	468.1	474.1	467.5	474.1	3.8	151	4,200	28
Total Volume and Open Interest							9,659	80,837	-5560

Source: MRCI

## DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			21-Sep-22	20-Sep-22	
Delhi	Delhi	M-Grade	3480	3490	-10
	Delhi	S-Grade	3460	3470	-10
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	3642	3636	6
	Mumbai	S-Grade	3526	3526	Unch
	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)	3840	3860	-20
	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)			21-Sep-22	20-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	2960	Unch
	Hapur	Balti	3140	3140	Unch
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	2800	Unch
	Mahalingapura	Penti (Average)	NA	3591	-
	Mandya	Achhu (Medium)	NA	NA	-
	Mandya	Kurikatu (Medium)	NA	NA	-
	Mandya	Other (Medium)	NA	NA	-
	Mandya	Yellow (Medium)	NA	NA	-
	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	RBI Dollar
		19-Sep-22	12-Sep-22	18-Aug-22	21-Sep-21	19-Sep-22
Oct-22	2.97	3157	3079	3038	3066	79.66
Mar-22	-0.92	3099	3181	3209	3128	
May-22	-7.85	3001	3101	3095	3257	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		19-Sep-22	12-Sep-22	18-Aug-22	21-Sep-21	19-Sep-22
Oct-22	3.22	3808	4061	3866	3689	79.66
Dec-22	17.90	4204	3877	4121	3566	
Aug-22	4.05	3870	4293	3940	3719	

International Sugar FOB (USD/mT)				
Date	Thailand FOB	Brazil FOB	Indian White Sugar FOB	INR
19-Sep-22	492	431	577	79.66
21-Sep-22	506	444	572	79.67

### Disclaimer

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