

Recent Update:

Sugar physical market showed a stable trend today in India. Sugar prices were higher in the Delhi market at Rs. 3485/qtl whereas prices in Kolhapur at Rs. 3500 per quintal.

According to the First Advance Estimates for 2022-23, total foodgrain production in the country is estimated at 149.92 million tonnes which is higher by 6.98 million tonnes than the average foodgrain production of previous five years' (2016-17 to 2020-21). Total Sugarcane production in the country during 2022-23 is estimated at record 465.05 million tonnes. The production of sugarcane during 2022-23 is higher by 91.59 million tonnes than the average sugarcane production of 373.46 million tonnes.

Weather Forecast

Heavy rainfall at isolated places over Uttarakhand, Uttar Pradesh, Himachal Pradesh, Haryana, Chandigarh, Delhi, East Rajasthan, Sub-Himalayan West Bengal, Sikkim, Arunachal Pradesh, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura. Thunderstorms accompanied by lightning at isolated places over Jammu, Kashmir, Ladakh, Gilgit, Baltistan, Muzaffarabad, Himachal Pradesh, Uttarakhand, Punjab, Haryana, Chandigarh, Delhi, Rajasthan, Uttar Pradesh, Vidarbha, Chhattisgarh, Bihar, Jharkhand, West Bengal, Sikkim, Madhya Pradesh, Bihar, West Bengal, Sikkim, Andaman & Nicobar Islands, Arunachal Pradesh, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura.

Previous Domestic Market Updates:

As of 21st Sept 2022, Andhra Pradesh Sugarcane sowing has reached 0.38 lakh hectares for the 2022-23 season which is lower compared to the previous season's sowing of 0.44 lakh hectares. Average rainfall for the period from 01.06.2022 to 21.09.2022 has reached 544 mm across the state.

As of 21st Sept 2022, Telangana Sugarcane sowing has reached 37097 acres for the 2022-23 season which is slightly lower compared to the previous season's sowing of 51458 acres. Average rainfall for the period from 01.06.2022 to 21.09.2022 has reached 1051 mm higher as compared to the previous season of 910 mm across the state.

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.

Maharashtra Sugar Season	2021-22	2022-23*
Area (Lakh Hectares)	13.50	14.41
Sugar Production (Lakh Tones)	137.36	138
Recovery (%)	10.40	10.60
Mills In operation	200	203

Source: *Government estimate

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

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: 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.

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 Thursday, Sept 22nd 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
22-Oct	220922	18.2	18.52	18.2	18.49	0.27	38,025	82,806	-5,559
22-Mar	220922	17.81	18.03	17.78	18	0.19	73,043	345,653	-1,192
22-May	220922	17.17	17.37	17.16	17.36	0.18	17,652	117,441	-688
23-Jul	220922	16.89	17.03	16.82	17.02	0.16	9,830	77,766	1299
23-Oct	220922	16.95	17.07	16.89	17.07	0.14	4,867	53,704	-340
23-Mar	220922	17.18	17.3	17.17	17.3	0.12	1166	31,388	149
24-May	220922	16.73	16.84	16.71	16.84	0.11	327	8,226	173
24-Jul	220922	16.43	16.53	16.43	16.53	0.1	99	10,151	-2
Total Volume and Open Interest							145,216	744,972	-6,213

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Thursday, Sept 22nd 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
22-Oct	220922	522	540.3	521.7	536.9	15.3	4,775	38,520	-883
22-Dec	220922	496.9	505.4	496.5	503.5	7.7	2,336	22,753	-127
22-Mar	220922	488.1	493.5	486.7	492.9	6.8	969	6,821	224
22-May	220922	480.4	484.8	479.1	484.6	6.2	565	4,874	78
23-Aug	220922	473.5	476.8	472.9	476.8	5.5	238	4,255	36
Total Volume and Open Interest							9,176	79,382	-519

Source: MRCI

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			23-Sep-22	22-Sep-22	
Delhi	Delhi	M-Grade	3485	3480	5
	Delhi	S-Grade	3465	3460	5
Uttar Pradesh	Khatauli	M-Grade	3535	3535	Unch
	Ramala	M-Grade	3450	3450	Unch
	Dhampur	M-Grade Ex-Mill	3515	3515	Unch
	Dhampur	S-Grade Ex-Mill	3495	3495	Unch
	Dhampur	L-Grade Ex-Mill	3565	3565	Unch
Maharashtra	Mumbai	M-Grade	3646	3642	4
	Mumbai	S-Grade	3530	3526	4
	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	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
			23-Sep-22	22-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	NA	NA	-
	Hapur	Balti	NA	NA	-
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)	NA	2700	-
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	3300	3320	-20
	Mandya	Kurikatu (Medium)	3280	3240	40
	Mandya	Other (Medium)	3250	3200	50
	Mandya	Yellow (Medium)	3400	3380	20
	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
		22-Sep-22	15-Sep-22	23-Aug-22	23-Sep-21	22-Sep-22
Oct-22	-3.08	3046	3241	3033	3143	80.52
Mar-23	-0.33	3207	3187	3192	3218	
May-23	-7.60	3095	3087	3083	3350	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over the previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		22-Sep-22	15-Sep-22	23-Aug-22	23-Sep-21	22-Sep-22
Oct-22	2.25	3858	3850	3864	3773	80.52
Dec-22	15.24	4201	4321	4129	3645	
Mar-23	2.93	3919	3927	3942	3807	

International Sugar FOB (USD/mT)				
Date	Thailand FOB	Brazil FOB	Indian White Sugar FOB	INR
22-Sep-22	506	443	572	79.67
23-Sep-22	508	445	569	79.84

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.

