

Recent Update:

Sugar physical market showed a stable to weak trend today in India. Sugar prices were higher in the Delhi market at Rs. 3520/qtl whereas prices in Kolhapur at Rs. 3400 per quintal.

Stakeholders expect sugar exports to reach 7-8 million tonnes in the 2022-23 season till 30th April 2022. According to the market sources, sugar production for the 2022-23 season is expected to be 36 million tonnes which would be higher than the domestic consumption of 27 million tonnes. As per the sources, there will be a mandatory review of the demand-supply situation (in February) for the coming 2022-23 season. Around 7 million tonnes of sugar exports are expected in the first tranche of 2022-23 season. During the previous 2021-22 season sugar exports has reached 112 lakh tonnes.

Weather Forecast

Heavy rainfall at isolated places over Odisha, Coastal Andhra Pradesh, Yanam, Telangana, Tamil Nadu, Pondicherry & Karaikal. Thunderstorms accompanied by lightning at isolated places over East Madhya Pradesh, Chhattisgarh, Jharkhand, West Bengal, Odisha, Assam & Meghalaya, Nagaland, Manipur, Mizoram, Tripura, Madhya Maharashtra, Marathwada, Coastal Andhra Pradesh, Yanam, Telangana, Rayalaseema, Tamil Nadu, Pondicherry & Karaikal.

Previous Domestic Market Updates:

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.

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.

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.

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

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.

Uttar Pradesh: Mill-wise Ethanol List (24/09/2022)

S.No	Factory Name	Opening Stock	Production To Date	Stock On Date	Sale in Hand	Last Sold Rate
		(in Lac B.L.)				(in
		24th September 2022				Rs./litre)
1	ANOOPSAHAR (ANOO)	3.46	29.24	0.43	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	2.29	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	2	29.74	59.08
9	SNEH ROAD (SNEH)	0.13	42.84	0.47	92	59.08
Total		30.77	118.47	7.91	302.36	

International Sugar Futures ICE (US Cent/lb)

Daily Futures Price Listing Friday, Sept 23rd 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
22-Oct	220923	18.5	18.55	18.04	18.28	-0.21	22,180	79,479	-3,327
22-Mar	220923	17.97	17.98	17.45	17.64	-0.36	49,992	348,492	2,839
22-May	220923	17.35	17.35	16.86	17.02	-0.34	18,209	116,600	-841
23-Jul	220923	17	17.01	16.56	16.72	-0.3	10,154	79,182	1416
23-Oct	220923	17.08	17.08	16.62	16.78	-0.29	3,844	52,863	-841
23-Mar	220923	17.28	17.28	16.86	17.02	-0.28	666	31,464	76
24-May	220923	16.81	16.81	16.41	16.56	-0.28	387	8,343	117
24-Jul	220923	16.46	16.46	16.1	16.25	-0.28	78	10,171	20
Total Volume and Open Interest							105,636	744,459	-513

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Friday, Sept 23rd 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
22-Oct	220923	535	535.8	528.1	532.7	-4.2	4,922	37,687	-833
22-Dec	220923	500.8	501.2	492.4	497.3	-6.2	2,930	22,520	-233
22-Mar	220923	490.5	490.6	482.2	486.8	-6.1	1146	6,918	97
22-May	220923	480.8	481.7	474.7	478.7	-5.9	663	5,071	197
23-Aug	220923	473.7	473.7	468.3	471	-5.8	190	4,295	40
Total Volume and Open Interest							9,895	78,678	-704

Source: MRCI

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			27-Sep-22	26-Sep-22	
Delhi	Delhi	M-Grade	3520	3490	30
	Delhi	S-Grade	3500	3470	30
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	3630	3650	-20
	Mumbai	S-Grade	3522	3562	-40
	Nagpur	M-Grade	3525	3625	-100
	Nagpur	S-Grade	3425	3525	-100
	Kolhapur	M-Grade	3400	3500	-100
	Kolhapur	S-Grade	3300	3400	-100
Assam	Guhawati	S-Grade	3613	3715	-102
Meghalaya	Shillong	S-Grade	3620	3720	-100
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3970	3980	-10
	Vijayawada	S-Grade (With Duty)	3930	3940	-10

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
			27-Sep-22	26-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	2980	2990	-10
	Hapur	Balti	3150	3100	50
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	NA	-
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	NA	3360	-
	Mandya	Kurikatu (Medium)	NA	3200	-
	Mandya	Other (Medium)	NA	3280	-
	Mandya	Yellow (Medium)	NA	3300	-
	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
		26-Sep-22	19-Sep-22	26-Aug-22	27-Sep-21	26-Sep-22
Oct-22	-0.49	3044	3157	3106	3059	81.57
Mar-23	4.17	3219	3099	3269	3090	
May-23	-4.52	3099	3001	3156	3246	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		26-Sep-22	19-Sep-22	26-Aug-22	27-Sep-21	26-Sep-22
Oct-22	5.25	3894	3808	3926	3700	81.57
Dec-22	21.88	4357	4204	4237	3575	
Mar-23	6.39	3970	3870	3999	3731	

International Sugar FOB (USD/mT)				
Date	Thailand FOB	Brazil FOB	Indian White Sugar FOB	INR
23-Sep-22	508	445	569	79.84
27-Sep-22	504	441	532	81.37

Disclaimer

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