

Recent Update:

Sugar physical market showed a steady trend today in India. Sugar prices were lower in the Delhi market at Rs. 3515/qrtl whereas prices in Kolhapur were at Rs. 3500 per quintal.

As per the market sources, for the 2022-23 sugar season which had started from 01st October 2022. The opening stock as on 01st October 2022 is estimated at 6.00 million tonnes, the sugar production is likely to decrease in the 2022-23 season to 35.5 million tonnes as compared to the previous 36.0 million tonnes in 2021-22 season. Total sugar supply is expected to be 41.5 million tonne and domestic consumption is expected to slightly increase to 27.5 million tonnes in the coming season. Overall closing stock for the 2022-23 season is expected to be 6.00 million tonnes as on 30th Sept 2022. At Agriwatch, we expect sugar production to fall at 34.80 million tonnes in the 2022-23 season mainly due to lower sugar recovery along with higher diversion of sugarcane for ethanol production.

In a notification issued on 30th September 2022, the food ministry has allocated higher monthly sales quota of 23.5 Lakh MT (LMT) for monthly October 2022, compared to 0.5 LMT lower allocated during October 2021. During the previous month government allocated 23.5 LMT quota. As per Agriwatch Sources, demand is expected to increase with the beginning of the new sugar 2022-23 season, with upcoming festival season in October 2022.

State-wise sugar sales Quota				
State-wise	October 2022	September 2022	Difference	Difference (%)
Andhra Pradesh	22490	22194	+296	+1.33
Bihar	34723	37336	-2613	-7.00
Chhattisgarh	9036	8770	+266	+3.03
Gujarat	86338	84378	+1960	+2.32
Haryana	76351	74426	+1925	+2.59
Karnataka	353813	342980	+10833	+3.16
Madhya Pradesh	46179	46182	-3	-0.01
Maharashtra	679662	702177	-22515	-3.21
Odisha	767	1643	-876	-53.32
Punjab	75875	74725	+1150	+1.54
Tamil Nadu	78699	64759	+13940	+21.53
Telangana	7071	7162	-91	-1.27
Uttar Pradesh	837967	842346	-4379	-0.52
Uttarakhand	40124	39843	+281	-0.71

According to the market sources, sugar exports may get affected in Uttar Pradesh during the 2022-23 season. With the expectation of lower production during the 2022-23 season in the state. Sugar exports may get affected. According to the market sources, Sugar production is likely to be 100 MT during the 2022-23 season and consumption is likely to be 40 MT, the state is likely to face a glut-like

situation leading the mills to store sugar stocks in their warehouses if the state fails to push the sale of the sweetener in the national market.

Whereas, as per Agriwatch Sources, due to lower rains in the July-Aug month, sugar recovery is expected to be lower in the state which will further affect the sugar production in the state. Sugar production is likely to be lower than 100 lakh tonnes in the 2022-23 season. Also, Sugarcane crushing is likely to begin in the state after Diwali festival.

As of 28th Sept 2022, Andhra Pradesh Sugarcane sowing has reached 0.39 lakh hectares for the 2022-23 season which is slightly lower compared to the previous season's sowing of 0.44 lakh hectares. Average rainfall for the period from 01.06.2022 to 28.09.2022 has reached 563.2 mm against the normal of 562 mm in the state.

Sugarcane Sowing (Lakh Hectares) As of 23 rd Sep 2022		
State-wise	2022-23	2021-22
Andhra Pradesh	0.47	0.84
Assam	0.29	0.30
Bihar	2.35	2.64
Chhattisgarh	0.32	0.35
Gujarat	2.32	2.31
Haryana	1.06	1.10
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	55.66	55.22

Weather Forecast

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

International Market Updates:

According to the Commerce Ministry, China has fixed its sugar imports at 1.945 million tonnes for the 2022-23 season, which is the same as that of the previous season. As per the sources 70% of the quota is likely to state-owned firms. As a result, Agriwatch expects India to have good opportunity for exports during the 2022-23 season.

According to the Fiji Sugar Corporation, the sugar mills in the country had produced 109,554 tonnes till 19th September 2022 after crushing 1 million tonnes of cane. The sugar recovery rate is expected to improve in the coming 2022-23 season.

According to UNICA, sugarcane crushing in Brazil has increased by 2.5% to 39.49 million tonnes during the first half of September 2022. The allocation to sugar production has been increased to 48.4% as against 46.4% last season. Earlier, sugar production was expected to fall but with the increase in arrivals and good sugar recovery, production has now increased in Brazil.

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.

Note: Brazil Ethanol production has increased by 2% to 2.12 billion litres till the first half of September 2022.

Uttar Pradesh: Mill-wise Ethanol List (01/10/2022)

S.N o	Factory Name	Opening Stock	Production To Date	Stock On Date	Sale in Hand	Last Sold Rate
		(in Lac B.L.)				(in Rs./litre)
		01st October 2022				
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	0.79	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	1.14	29.74	59.08
9	SNEH ROAD (SNEH)	0.13	42.84	0.07	92	59.08
Tot al		30.77	118.47	5.15	302.36	

International Sugar Futures ICE (US Cent/lb)

Daily Futures Price Listing Friday, Sept 30th, 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
22-Oct	220930	18.5	18.6	18.26	18.42	-0.02	26,343	28,779	-4,122
22-Mar	220930	17.83	17.9	17.6	17.68	-0.09	56,642	346,007	-3,078
22-May	220930	17.05	17.1	16.87	16.94	-0.05	18,926	121,990	252
23-Jul	220930	16.65	16.67	16.48	16.54	-0.03	11,527	84,401	2644
23-Oct	220930	16.66	16.7	16.51	16.57	-0.03	5,080	53,974	143
23-Mar	220930	16.87	16.92	16.74	16.81	-0.02	1349	33,086	-48
24-May	220930	16.39	16.44	16.25	16.32	-0.04	638	8,957	168
24-Jul	220930	16.08	16.12	15.92	15.99	-0.05	346	10,689	90
Total Volume and Open Interest							121,597	707,082	-3,805

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Friday, Sept 30th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
22-Oct	220930	531	533	526.8	528.7	-1.1	5,067	39,500	309
22-Dec	220930	494.5	495.7	490.5	492	-1.3	1,533	22,247	-33
22-Mar	220930	482.8	484.5	479.7	481	-1.1	1042	7,897	208
22-May	220930	474.4	474.7	470	471.1	-1.4	520	5,326	224
23-Aug	220930	466.7	466.9	462.2	462.9	-1.5	89	4,425	52
Total Volume and Open Interest							8,311	81,677	798

Source: MRCI

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			3-Oct-22	1-Oct-22	
Delhi	Delhi	M-Grade	3515	3550	-35
	Delhi	S-Grade	3495	3530	-35
Uttar Pradesh	Khatauli	M-Grade	3625	3645	-20
	Ramala	M-Grade	3470	3470	Unch
	Dhampur	M-Grade Ex-Mill	3550	3585	-35
	Dhampur	S-Grade Ex-Mill	3530	3565	-35
	Dhampur	L-Grade Ex-Mill	3600	3635	-35
Maharashtra	Mumbai	M-Grade	3646	3636	10
	Mumbai	S-Grade	3536	3536	Unch
	Nagpur	M-Grade	3525	3525	Unch
	Nagpur	S-Grade	3475	3475	Unch
	Kolhapur	M-Grade	3400	3400	Unch
	Kolhapur	S-Grade	3350	3350	Unch
Assam	Guhawati	S-Grade	3664	3664	Unch
Meghalaya	Shillong	S-Grade	3670	3670	Unch
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3920	3960	-40
	Vijayawada	S-Grade (With Duty)	3880	3920	-40
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
Jaggery(Gur)			3-Oct-22	1-Oct-22	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	4303	4125	178
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	500	100	400
	Muzaffarnagar	Khurpa (Fresh)	3625	NA	-

	Muzaffarnagar	Laddoo (Fresh)	4053	NA	-
	Muzaffarnagar	Rascut (Fresh)	NA	NA	-
	Hapur	Chaursa	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	2850	-
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	3380	3400	-20
	Mandya	Kurikatu (Medium)	3300	3300	Unch
	Mandya	Other (Medium)	3360	3350	10
	Mandya	Yellow (Medium)	3300	3250	50
	Shimoga/Shivamogga	Achhu (Average)	3800	3800	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
		30-Sep-22	23-Sep-22	30-Aug-22	4-Oct-21	30-Sep-22
Oct-22	-0.44	3027	3315	3081	3040	81.55
Mar-23	-1.27	3230	3199	3211	3271	
May-23	-3.09	3094	3087	3113	3193	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		30-Sep-22	23-Sep-22	30-Aug-22	4-Oct-21	30-Sep-22
Oct-22	3.74	3842	3876	3879	3703	81.55
Dec-22	20.08	4312	4313	4159	3591	
Mar-23	4.93	3923	3942	3946	3738	

International Sugar FOB (USD/mT)				
Date	Thailand FOB	Brazil FOB	Indian White Sugar FOB	INR
30-Sep-22	505	441	530	81.55
01-Oct-22	504	441	537	81.63

Disclaimer

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