

Recent Update:

Sugar physical market showed a mixed trend today in India. Sugar prices were higher in the Delhi market at Rs. 3550/qtl and in Kolhapur were stable at Rs. 3400 per quintal.

The National Federation of Cooperative Sugar Factories Limited has estimated a dip in sugar production by 14.73% during the first month of 2022-23 season. Sugar mills in India had manufactured 4.05 lakh tonne in October 2022-23 as against 4.75 lakh tonnes during the same period in the 2021-22 season

According to the National Federation of Cooperative Sugar Factories Limited, sugarcane crushing has begun in the states of Maharashtra and Karnataka as the rains has completely withdrawn. The sugarcane crushing operations in Uttar Pradesh & rest of the cane growing states is likely to start in a week's time. It is forecasted that the sugarcane crushing season might be extended till the month of May or even few days of June in some states where cane area and cane productivity both are projected to be increased due to prolonged rain earlier in major growing areas of the country. The State-Wise sugar production is estimated below:

State-wise Sugar Production estimate 2022-23 season						
State	Mills in Operation		Average Sugar Recovery (%)		Estimated Sugar Production	Actual Sugar Production
	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22
Uttar Pradesh	6	8	-	-	104	102
Maharashtra	78	85	6.3	7	137	137.35
Karnataka	40	51	7	7	60	61.5
Tamil Nadu	10	4	8.9	8.7	14	12.65
All India	134	160	7.01	7.07	360	359.25

According to the Directorate General of Foreign trade, the department has extended restrictions on sugar export for one year up to 2023. The Central government extends the date of 'Restriction' on export of sugar (Raw sugar, Refined sugar, and White sugar) under HS codes 1701 14 90 and 1701 99 90 beyond 31st October, 2022 till 31st October, 2023, or until further orders, whichever is earlier. This restriction is not applicable to sugar being exported to EU and USA under CXL and TRQ quota. The other conditions will remain unchanged.

Weather Forecast

Heavy rainfall at isolated places over the Tamil Nadu, and Kerala & Mahe. Thunderstorm accompanied with lightening at isolated places over Coastal Andhra Pradesh & Yanam, Rayalaseema, Coastal & South Interior Karnataka, Kerala & Mahe, Tamil Nadu, Pondicherry & Karaikal.

International Market Updates:

Sugar Production from Center south region of Brazil is set to recover to 36 million tonnes from previous estimate of 33 million tonnes in 2022-23 season. The sugar will hit the global market by May 2023, the freight rates have also fallen which will further help in higher exports from Brazil.

Both Thailand and India's sugar production is expected to increase in the 2022-23 season. Sugar production may increase to 10.5- 11 million tonnes in the 2022-23 season. India's sugar production is expected to increase to 36 million tonnes as compared to 30 million tonnes in 2021-22 season.

Ethanol:

The Cabinet Committee of Economic Affairs, has approved higher ethanol price derived from different sugarcane based raw materials under the Ethanol Blending Program for the 2022-23 season and Ethanol Supply Year (ESY) 2022-23 From 01st December 2022 to 31st October 2023. The Government has also advanced the target of 20% ethanol blending in petrol from 2030 to ESY 2025-26.

Raw Material	Ethanol Procurement Price (Rs./liter)				
	2018-19	2019-20	2020-21	2021-22	2022-23
C-heavy molasses	43.46	43.75	45.69	46.66	49.41
B-heavy molasses	52.43	54.27	57.61	59.08	60.73
Sugarcane juice/Syrup	59.19	59.48	62.65	63.45	65.61
Damaged food grain	47.13	50.36	51.55	-	
Surplus rice issued by FCI	-	-	56.87	-	
Maize	-	-	51.55	-	

The highest price was for ethanol manufactured from juice or sugar syrup while the one manufactured from C molasses was lowest price. This was done to incentivize the production of ethanol and reduce production of sugar by mills. During the 2022-23 ethanol supply year, India is expected to achieve 12% ethanol blending. Sugar Mills are expected to divert about 45 lakh tonnes of sugar towards ethanol production.

According to the National Federation of Cooperative Sugar Factories Limited, Overall sugarcane production in India is estimated to be 3600 Lakh Tonne and is projected to produce 410 Lakh Tonne of sugar. Out of this 50 Lakh Tonne is expected to be subsumed in Ethanol production, while 270 Lakh Tonne will be consumed domestically. The opening stock is estimated at 55 Lakh Tonne and exports at 85 Lakh Tonne, the estimated closing stock as of 30th September 2023 is likely to be 60 Lakh Tonne would be sufficient to meet 2.5-3 month's domestic consumptions.

As per the Uttar Pradesh government, the state's ethanol capacity is pegged at 2 billion liters per annum. The ethanol capacity is expected to touch 2.25 billion liters per annum in coming years. In the current 2022-23 sugarcane crushing season, 5 private mills will directly manufacture ethanol from sugarcane juice without producing sugar. Besides 71 other mills who will produce ethanol from B-heavy molasses.

Uttar Pradesh: Mill-wise Ethanol List (15/10/2022)

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)
		15th 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
Tota l		30.77	118.47	5.15	302.36	

International Sugar Futures ICE (US Cent/lb)

Daily Futures Price Listing Wednesday, Nov 02nd, 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
22-Mar	221102	18.45	18.49	18.15	18.47	0.04	89,052	333,533	10,168
23-May	221102	17.4	17.49	17.16	17.48	0.09	35,488	152,099	2,021
23-Jul	221102	16.83	16.95	16.63	16.95	0.14	17,651	102,163	641
23-Oct	221102	16.85	16.97	16.67	16.97	0.14	9,089	66,326	-102
24-Mar	221102	16.97	17.16	16.89	17.16	0.12	3,351	35,927	244
24-May	221102	16.52	16.67	16.42	16.67	0.11	976	10,534	34
24-Jul	221102	16.19	16.34	16.11	16.34	0.1	768	12,233	-50
24-Oct	221102	16.18	16.34	16.18	16.34	0.08	349	10,887	129
Total Volume and Open Interest							156,899	738,092	13,106

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Wednesday, Nov 02nd 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
22-Dec	221102	533.8	541.4	527.6	536.8	4.1	12,831	29,668	-1323
23-Mar	221102	503.4	507.3	497.6	507	4.8	7,836	23,926	2173
23-May	221102	494	497.6	488	497.6	4.5	3116	13,052	430
23-Aug	221102	481.8	485.3	476.3	485.2	4.1	913	6,706	126
23-Oct	221102	471.9	475.2	466	475.2	4.6	373	5,822	97
Total Volume and Open Interest							25,142	82,894	1506

Source: MRCI

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DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			3-Nov-22	2-Nov-22	
Delhi	Delhi	M-Grade	3550	3540	10
	Delhi	S-Grade	3530	3520	10
Uttar Pradesh	Khatauli	M-Grade	3675	3675	Unch
	Ramala	M-Grade	3515	3515	Unch
	Dhampur	M-Grade Ex-Mill	3570	3570	Unch
	Dhampur	S-Grade Ex-Mill	3550	3550	Unch
	Dhampur	L-Grade Ex-Mill	3620	3620	Unch
Maharashtra	Mumbai	M-Grade	3650	3650	Unch
	Mumbai	S-Grade	3530	3520	10
	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)	3860	3860	Unch
	Vijayawada	S-Grade (With Duty)	3820	3820	Unch
West Bengal	Kolkata	M-Grade	3900	3900	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3450	3450	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
Jaggery(Gur)			3-Nov-22	2-Nov-22	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3550	3538	13
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	8000	10000	-2000
	Muzaffarnagar	Khurpa (Fresh)	3100	3125	-25
	Muzaffarnagar	Laddoo (Fresh)	3625	3625	Unch

04th Nov, 2022

	Muzaffarnagar	Rascut (Fresh)	2950	2900	50
	Hapur	Chaursa	3000	3000	Unch
	Hapur	Balti	3150	3150	Unch
Andhra Pradesh	Chittur	Gold	NR	NR	-
		White	NR	NR	-
		Black	NR	NR	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4650	4650	Unch
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	3000	3000	Unch
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	3630	3600	30
	Mandya	Kurikatu (Medium)	3450	3410	40
	Mandya	Other (Medium)	3430	3450	-20
	Mandya	Yellow (Medium)	3600	3640	-40
	Shimoga/Shivamogga	Achhu (Average)	NA	3850	-

INTERNATIONAL SUGAR PRICES

International Sugar Futures ICE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		2-Nov-22	26-Oct-22	4-Oct-22	2-Nov-21	2-Nov-22
Oct-22	0.06	3146	3089	3062	3144	82.76
Mar-23	4.61	3424	3346	3266	3273	
May-23	0.29	3240	3174	3126	3231	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		2-Nov-22	26-Oct-22	4-Oct-22	2-Nov-21	2-Nov-22
Oct-22	9.96	4118	3995	3880	3745	82.76
Dec-22	7.02	3933	3861	4341	3675	
Mar-23	11.91	4196	4063	3950	3749	

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