

**Recent Update:**

**Sugar physical market showed a stable trend today in India.** Sugar prices were higher in the Delhi market at Rs. 3600/qrtl and in Kolhapur were at Rs. 3400 per quintal.

As per the market sources, around 93 sugar mills had started cane crushing operations in Maharashtra for the 2022-23 season. Earlier, sugarcane crushing was delayed due to heavy rainfall. Around 215 sugar mills are likely to participate in the cane crushing operation during the 2022-23 season as compared to the previous season 205 sugar mills in the 2021-22. The commissioner has issued crushing licenses to 165 mills of which 84 are in the cooperative sector while the rest are in the private sector.

According to Indian Sugar Mills Association, Government may allow sugar export an additional 30 lakh tonne. This would ensure steady domestic prices, enabling timely cane price payment to farmers and lower inventory levels ensuring there are no additional costs incurred by sugar mills.

Government of India has released sugar export policy for the 2022-23 season. As per GOI, to prevent uncontrolled export of sugar and with a view to ensure sufficient availability of sugar for domestic consumption at a reasonable price, GOI has decided to allow export of sugar up to a reasonable limit w.e.f 01.11.2022 to 31.10.2023.

- All grades of sugar i.e. raw, white as well as refined sugar can be exported by a sugar mill / refinery / exporter up to the extent of 60 LMT allocated.
- All the sugar mills have been allocated a uniform export quota of 18.23% of their 3 years average production of sugar in the operational sugar season.
- The new sugar mills which may commence sugar production for the first time during the sugar season 2022-23 or the mills which were closed in previous three season but restart in season 2022-23 or the mills who have not been allocated quota will be allocated export quota of 18.23% of their estimated sugar production in sugar season 2022-23.

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Factories Limited, sugarcane crushing has begun in the states of Maharashtra and Karnataka as the rains has completely withdrawn.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.

**Weather Forecast**

Heavy rainfall at isolated places over the Tamil Nadu, Pondicherry & Karaikal. Thunderstorm accompanied with lightening at isolated places over Tamil Nadu, Pondicherry & Karaikal, Kerala & Mahe.

**International Market Updates:**

According to the U.S. Crop progress report, as of 06<sup>th</sup> Nov, 2022. Overall 94 percent of the U.S sugarbeet crop is harvested as compared to previous week 89 percent. During the previous season sugarbeet harvested was around 95 percent.

Sugar Consumption in China is expected to decline in the 2022-23 season. The Consumption in China is expected to be lower than 15 million tonnes in the 2022-23 season mainly due to severe restrictions because of the pandemic, the sale of candy, cakes and sweetened beverages has also fallen. As per the market sources, the imports of raw sugar by refineries in China have fallen to the lowest level since 2019 and are projected to be at 4.47 million tonnes in 2022. The imports are likely to lower further in 2023 at 4 million tonnes as the stocks remains higher.

**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 01<sup>st</sup> December 2022 to 31<sup>st</sup> 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.

#### Uttar Pradesh: Mill-wise Ethanol List (07/11/2022)

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)
		07th November 2022				
1	ANOOPSAHAR (ANOO)	3.46	29.6	0.68	44.98	59.08
2	GHOSI (GHOS)	3.7	13	0.13	27.54	59.08
3	KAIMGANJ (KAIM)	1.62	0	1.57	9.57	46.66
4	MAJHOLA (MAJH)	0	0	0	0	0
5	NANAUTA (NANA)	2.58	12.78	0.93	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	19.6	0.04	29.74	59.08
9	SNEH ROAD (SNEH)	0.13	42.84	0.07	92	59.08
Tot al		30.77	124.73	4.22	302.36	

#### International Sugar Futures ICE (US Cent/lb)

Daily Futures Price Listing Tuesday, Nov 08th, 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
<a href="#">22-Mar</a>	221108	18.7	19.03	18.59	19	0.32	76,555	334,999	6,939
<a href="#">23-May</a>	221108	17.78	18.08	17.64	18.06	0.34	27,990	163,215	5,303
<a href="#">23-Jul</a>	221108	17.2	17.51	17.07	17.49	0.35	10,874	101,747	-574
<a href="#">23-Oct</a>	221108	17.22	17.48	17.07	17.47	0.33	6,836	67,893	348
<a href="#">24-Mar</a>	221108	17.26	17.64	17.26	17.63	0.31	2,752	37,330	1064
<a href="#">24-May</a>	221108	16.77	17.07	16.77	17.05	0.24	530	10,092	-127
<a href="#">24-Jul</a>	221108	16.44	16.66	16.44	16.64	0.17	253	12,330	-72
<a href="#">24-Oct</a>	221108	16.48	16.6	16.43	16.58	0.12	180	11,075	-36
Total Volume and Open Interest							126,072	753,118	12,836

Source: MRCI

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

Daily Futures Price Listing Tuesday, Nov 08th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
<a href="#">22-Dec</a>	221108	534	538	527.6	537.3	6.5	8,495	24,590	-2286
<a href="#">23-Mar</a>	221108	511.1	518	508	517.4	6.7	8,068	30,882	3217
<a href="#">23-May</a>	221108	504.2	511.1	501.3	510.4	6.6	2026	13,601	70
<a href="#">23-Aug</a>	221108	491.2	497.5	489.2	497.2	6.8	653	7,014	-5
<a href="#">23-Oct</a>	221108	479.3	485	478.1	485	7	89	6,031	73
Total Volume and Open Interest							19,375	86,197	1065

Source: MRCI

## DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			9-Nov-22	7-Nov-22	
Delhi	Delhi	M-Grade	3600	3540	60
	Delhi	S-Grade	3580	3520	60
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	3660	3652	8
	Mumbai	S-Grade	3542	3540	2
	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	3880	3880	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3450	3450	Unch
	Dindigul	M-Grade (DCA)	3820	3820	Unch
	Coimbatore	M-Grade (DCA)	3840	3840	Unch
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3900	3900	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
			9-Nov-22	7-Nov-22	
Jaggery(Gur)					
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3175	3500	-325
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	10000	12000	-2000
	Muzaffarnagar	Khurpa (Fresh)	2950	2900	50
	Muzaffarnagar	Laddoo (Fresh)	3375	3350	25
	Muzaffarnagar	Rascut (Fresh)	2700	2700	Unch
	Hapur	Chaurasa	3600	3600	Unch
	Hapur	Balti	3720	3720	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)	2850	2850	Unch
	Mahalingapura	Penti (Average)	NA	3667	-
	Mandya	Achhu (Medium)	3560	3510	50
	Mandya	Kurikatu (Medium)	3480	3550	-70
	Mandya	Other (Medium)	3370	3360	10
	Mandya	Yellow (Medium)	3500	3650	-150
	Shimoga/Shivamogga	Achhu (Average)	3850	3850	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
		7-Nov-22	1-Nov-22	10-Oct-22	9-Nov-21	7-Nov-22
Oct-22	0.57	3156	3118	3178	3139	82.21
Mar-23	4.48	3440	3415	3435	3292	
May-23	0.63	3263	3222	3273	3243	

International Sugar Futures LIFFE				(Rs/Qtl)		
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		7-Nov-22	1-Nov-22	10-Oct-22	9-Nov-21	7-Nov-22
Oct-22	6.73	4032	3979	4029	3777	82.21
Dec-22	18.54	4364	4406	4576	3681	
Mar-23	9.54	4142	4078	4116	3781	

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