

Recent Update:

Sugar physical market showed a bearish trend today in India. Sugar prices were lower in the Delhi market at Rs. 3525/qtl and in Kolhapur were at Rs. 3475 per quintal.

Sugarcane crushing in Punjab is likely to start from 20th November 2022. The Punjab Government has also increased the State Advised Price SAP for the 2022-23 season. The price of advanced, medium, and late-quality sugarcane has increased to Rs 380 per quintal, Rs 370 per quintal and Rs 365 per quintal respectively.

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

Weather Forecast

Heavy rainfall at isolated places over the Kerala & Mahe. Thunderstorm accompanied with lightening at isolated places over Jammu & Kashmir, Ladakh, Gilgit, Baltistan, Muzaffarabad, Himachal Pradesh, Coastal Karnataka, Tamil Nadu, Pondicherry & Karaikal, Kerala & Mahe.

International Market Updates:

According to the U.S. Crop progress report, as of 06th 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 remain 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 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.

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 Friday, Nov 11th, 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
22-Mar	221111	19.45	19.85	19.44	19.64	0.23	100,832	345,311	3,196
23-May	221111	18.45	18.73	18.44	18.6	0.2	32,290	167,059	680
23-Jul	221111	17.72	17.94	17.72	17.89	0.2	24,370	105,765	2709
23-Oct	221111	17.6	17.74	17.56	17.72	0.17	13,419	68,482	240
24-Mar	221111	17.69	17.8	17.61	17.75	0.13	5,232	39,908	1329
24-May	221111	16.99	17.06	16.74	16.94	0.02	1141	10,238	180
24-Jul	221111	16.48	16.56	16.11	16.37	-0.04	362	12,060	-80
24-Oct	221111	16.32	16.41	15.89	16.19	-0.05	181	11,210	9
Total Volume and Open Interest							177,983	774,650	8,310

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Friday, Nov 11th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
22-Dec	221111	557.1	569.4	557.1	566.5	11.4	11,147	16,442	-4423
23-Mar	221111	533.4	542	532.9	538.7	8.3	10,774	40,550	3711
23-May	221111	522.6	530	522.4	528.6	8.3	3562	15,747	1032
23-Aug	221111	505.9	512.4	505.9	512	7.6	943	7,565	223
23-Oct	221111	489	495.8	489	495.5	7.1	289	6,135	145
Total Volume and Open Interest							26,799	90,630	741

Source: MRCI

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			12-Nov-22	11-Nov-22	
Delhi	Delhi	M-Grade	3525	3550	-25
	Delhi	S-Grade	3505	3530	-25
Uttar Pradesh	Khatauli	M-Grade	3650	3650	Unch
	Ramala	M-Grade	3480	3480	Unch
	Dhampur	M-Grade Ex-Mill	3550	3550	Unch
	Dhampur	S-Grade Ex-Mill	3530	3530	Unch
	Dhampur	L-Grade Ex-Mill	3600	3600	Unch
Maharashtra	Mumbai	M-Grade	3656	3656	Unch
	Mumbai	S-Grade	3546	3546	Unch
	Nagpur	M-Grade	3600	3600	Unch
	Nagpur	S-Grade	3550	3550	Unch
	Kolhapur	M-Grade	3475	3475	Unch
	Kolhapur	S-Grade	3425	3425	Unch
Assam	Guhawati	S-Grade	3740	3740	Unch
Meghalaya	Shillong	S-Grade	3745	3745	Unch
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3860	3860	Unch

	Vijayawada	S-Grade (With Duty)	3820	3820	Unch
West Bengal	Kolkata	M-Grade	3930	3930	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3450	3450	Unch
	Dindigul	M-Grade (DCA)	3800	3800	Unch
	Coimbatore	M-Grade (DCA)	3840	3840	Unch
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3950	3950	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
			12-Nov-22	11-Nov-22	
Jaggery(Gur)					
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3275	2975	300
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	5000	13000	-8000
	Muzaffarnagar	Khurpa (Fresh)	3000	2875	125
	Muzaffarnagar	Laddoo (Fresh)	3288	3200	88
	Muzaffarnagar	Rascut (Fresh)	2625	2600	25
	Hapur	Chaurasa	NA	2900	-
	Hapur	Balti	NA	3040	-
Andhra Pradesh	Chittur	Gold	NR	NR	-
		White	NR	NR	-
		Black	NR	NR	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	NA	NA	-
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	NA	NA	-
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	3400	3480	-80
	Mandya	Kurikatu (Medium)	3300	3450	-150
	Mandya	Other (Medium)	3250	3230	20
	Mandya	Yellow (Medium)	3410	3400	10
	Shimoga/Shivamogga	Achhu (Average)	NA	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
		11-Nov-22	4-Nov-22	14-Oct-22	11-Nov-21	11-Nov-22
Oct-22	2.05	3201	3187	3189	3137	80.64
Mar-23	8.32	3548	3458	3477	3275	
May-23	3.96	3360	3285	3298	3232	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		11-Nov-22	4-Nov-22	14-Oct-22	11-Nov-21	11-Nov-22
Oct-22	7.75	4129	4048	4038	3832	80.64
Dec-22	22.53	4568	4448	4608	3728	
Mar-23	10.85	4263	4161	4137	3845	

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