

**Recent Update:**

**Sugar physical market showed a bearish trend today in India.** Sugar prices were lower in the Delhi market at Rs. 3500/qtl and in Kolhapur were at Rs. 3375 per quintal.

Uttar Pradesh sugar mills had cleared around 97.40 % of cane dues of the 2021-22 sugar season. The mills have cleared sugarcane dues of around Rs. 2892.32 crore against the total 2969.37 crore. Sugarcane crushing has also paced up for the 2022-23 season and around 3.6 lakh tonne of sugar has been produced till 15<sup>th</sup> November 2022.

As of 21<sup>st</sup> November 2022, Gujarat sugarcane sowing has reached 1,05,036 hectares for the 2022-23 season which is slightly higher compared to the previous season's sowing of 79,898 hectares. The good rainfall during the past month has resulted in an increase in acreages under the sugarcane crop.

The crushing operations get affected in Panipat. Due to the slow supply of sugarcane crushing operations get affected in Panipat. The new sugar mill in Panipat has a crushing capacity of 50,000 quintals of cane per day but the slow supply is affecting the crushing activities. About 42,500 quintals of sugarcane has arrived so far. As per Mill Administration, the sugar mill is likely to operate in full swing after 20<sup>th</sup> November 2022.

The Directorate General of Foreign Trade (DGFT) has issued a notice and as per that , the quantity of 5841 MT (raw/refined) sugar is to be exported to European Union and quantity of 8606 MTRV raw cane sugar is to be exported to USA under TRQ scheme from 1<sup>st</sup> October, 2022, to 30<sup>th</sup> September, 2023. The quota will be operated by Agricultural and Processed Food Products Export Development Authority (APEDA).

As per the Indian sugar mills association, Sugar production in India has reached 19.9 lakh tonne as against 20.8 lakh tonne till 15<sup>th</sup> November 2022. The crushing operations were delayed this year because of rains during late October month and early November. As per market sources, around 35 lakh tonnes of exports contract have already been signed for the 2022-23 season. Out of which, 2 lakh tonne has been physically exported till October 2022 as compared to 4 lakh tonnes during the corresponding period last year.

State	Sugar Production		Mills in Operation	
	(as of 15 <sup>th</sup> Nov'22)		(as of 15 <sup>th</sup> Nov'21.)	
	No. of Operating Mills	Sugar Production	No. of Operating Mills	Sugar Production
Uttar Pradesh	76	3.6	74	2.9
Maharashtra	141	8.6	134	8.9
Karnataka	62	6.1	63	7.6
Gujarat	14	0.6	14	0.8

Tamil Nadu	5	0.8	3	0.4
All India	321	19.9	308	20.8

Unit: Lakh tonne

### Weather Forecast

Thunderstorms accompanied with lightning at isolated places over Coastal Andhra Pradesh, Rayalaseema, north Tamil Nadu, Pondicherry & Karaikal. Heavy rainfall at isolated places over north Tamil Nadu, south coastal Andhra Pradesh and adjoining Rayalaseema.

### International Market Updates:

Sugar prices on Tuesday settled mixed. Sugar prices have gained support after the Thai Sugar Millers Corp said that Thailand might push back the start of this year's sugar cane crushing season to early December from 23<sup>rd</sup> Nov'22 and cut its 2022-23 Thailand sugar cane output estimate to 105 MMT from 110 MMT, citing unfavorable weather conditions. A bearish factor for sugar was Monday's forecast from Czarnikow that Brazil's Center-South mills would produce 34.7 MMT of sugar in 2023-24 (Apr/Mar), up +7% year-on-year basis.

Sugar prices also saw pressure after the Organization of Cane Producers Association in Brazil forecasted Brazil's sugar output in 2022-23 season at 36.9 MMT due to favorable weather and that production would reach 37.2 MMT in 2023-24 season.

As per Unica, Brazil's Center-South sugar output in October was estimated down -3.1% year-on-year basis at 30.281 MMT.

The Australian sugar crush is over 75% complete, with 25.4 million tonnes processed to date. Sugar Futures ended flat after a volatile week.

Pakistan Sugar Mills Association has urged the government to allow the export of surplus sugar. The millers are demanding to allow exports of around 60% of the surplus sugar stock else they would delay the crushing for the coming season. (The mills may start the cane crushing operation in January 2023)

The International Sugar Organization has forecasted that sugar production may increase by around +4.5% year on year basis to a 5-year high of 181.9 million tonne in 2022-23 season, as a result, global sugar market would be in a surplus of +5.6 MMT. However, higher sugar output in India is bearish for prices. India's Sugarcane acreages has increased by +5.4% year-on-year basis, and sugar production is expected to increase by +2.9% year-on-year basis to 35.8 MMT.

World Balance Sheet				
	2022-23	2021-22	Changes in Million tonne	Percentage Change (%)
Production	182.142	172.662	9.480	5.46
Consumption	175.957	174.327	1.630	0.94
Surplus/Deficit	6.185	-1.665		
Import	61.500	62.191	-0.691	-1.11
Export	64.486	62.512	1.974	3.16
Ending stock	99.734	96.852	2.882	2.98
Stock to use ratio	56.68	55.56		

Source: ISO; Million Tonne

### Ethanol:

The Chhattisgarh government had signed two MoU (Memorandum of Understandings) at the Chhattisgarh Business Summit 2022. The MoU were signed for setting up an ethanol production plant and drone and UAV manufacturing unit.

According to the press release issued by the CMO, an MoU was signed between the state government and Rajesh Gautam of NKJ Biofuel, Durg for setting up an ethanol production plant in the cooperative sector with an investment of Rs 140 crores, while another MoU was inked with Manish Bajpai of Daybest Research Private Ltd for setting up 4500 drone and UAV manufacturing units at the investment of Rs 50.95 crore.

The government has released guidelines for producing ethanol from sugar and grain-based feedstocks in India. According to the new guidelines, the validating agencies will have to send a copy of the validation report to the directorate of sugar and vegetable oils, the department of food and public distribution and the ministry of petroleum and natural gas within a fortnight of undertaking the onsite validation.

### **Uttar Pradesh: Mill-wise Ethanol List (19/11/2022)**

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)
		19th November 2022				
1	ANOOPSAHAR (ANOO)	3.46	31.22	3.03	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	13.91	1.07	29.63	46.66
6	NANAPRA (NANP)	0	0	0.5	7	46.66
7	SAMPORNANAGAR (SAMP)	4.84	7.42	0.23	61.9	46.66
8	SATHIAON (SATN)	14.44	19.16	0.04	29.74	59.08
9	SNEH ROAD (SNEH)	0.13	42.84	0.07	92	59.08
Tot al		30.77	127.55	6.64	302.36	

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

Daily Futures Price Listing Tuesday, Nov 22nd, 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>	221122	19.94	20.07	19.68	19.74	-0.12	80,996	391,133	6,799
<a href="#">23-May</a>	221122	18.8	18.86	18.59	18.65	-0.05	25,316	181,481	286
<a href="#">23-Jul</a>	221122	18.03	18.08	17.92	17.95	-0.03	22,051	115,207	1847
<a href="#">23-Oct</a>	221122	17.83	17.83	17.71	17.76	0.01	7,661	72,949	575
<a href="#">24-Mar</a>	221122	17.71	17.78	17.69	17.74	0.01	3,118	46,390	588
<a href="#">24-May</a>	221122	16.9	16.97	16.84	16.88	-0.02	690	13,296	152
<a href="#">24-Jul</a>	221122	16.34	16.41	16.27	16.3	-0.04	480	12,980	33
<a href="#">24-Oct</a>	221122	16.22	16.3	16.12	16.14	-0.07	240	12,788	-46
Total Volume and Open Interest							140,776	863,449	10,226

Source: MRCI

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

Daily Futures Price Listing Tuesday, Nov 22nd 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>	221122	535	542.6	533.9	537.3	1.4	4,584	47,611	281
<a href="#">23-Mar</a>	221122	527	533.7	526.5	529.3	1.5	2,161	18,946	583
<a href="#">23-May</a>	221122	509.9	514.8	509.4	512.6	2.2	668	7,542	131

<a href="#">23-Aug</a>	221122	492.3	495.5	491.5	495.2	3.1	237	6,778	65
<a href="#">23-Oct</a>	221122	484.8	487.5	484.5	487.5	3.1	27	2,684	-15
Total Volume and Open Interest							7,686	85,193	1044

Source: MRCI

## DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			23-Nov-22	22-Nov-22	
Delhi	Delhi	M-Grade	3500	3530	-30
	Delhi	S-Grade	3480	3510	-30
Uttar Pradesh	Khatauli	M-Grade	3640	3640	Unch
	Ramala	M-Grade	3480	3480	Unch
	Dhampur	M-Grade Ex-Mill	3565	3565	Unch
	Dhampur	S-Grade Ex-Mill	3545	3545	Unch
	Dhampur	L-Grade Ex-Mill	3615	3615	Unch
Maharashtra	Mumbai	M-Grade	3672	3676	-4
	Mumbai	S-Grade	3556	3556	Unch
	Nagpur	M-Grade	3500	3525	-25
	Nagpur	S-Grade	3450	3465	-15
	Kolhapur	M-Grade	3375	3400	-25
	Kolhapur	S-Grade	3325	3340	-15
Assam	Guhawati	S-Grade	3639	3654	-15
Meghalaya	Shillong	S-Grade	3645	3660	-15
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3880	3880	Unch
	Vijayawada	S-Grade (With Duty)	3820	3820	Unch
West Bengal	Kolkata	M-Grade	3940	3940	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3425	3425	Unch
	Dindigul	M-Grade (DCA)	3800	3800	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
Jaggery(Gur)			23-Nov-22	22-Nov-22	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3000	3000	Unch
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	10000	10000	Unch
	Muzaffarnagar	Khurpa (Fresh)	2675	2650	25
	Muzaffarnagar	Laddoo (Fresh)	3175	3200	-25
	Muzaffarnagar	Rascut (Fresh)	2450	2450	Unch
	Hapur	Chaurasa	2760	2760	Unch
	Hapur	Balti	2870	2870	Unch
Andhra Pradesh	Chittur	Gold	NR	NR	-
		White	NR	NR	-
		Black	NR	NR	-
Maharashtra	Latur	Lal Variety	NA	NA	-
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)	NA	2850	-
	Mahalingapura	Penti (Average)	NA	3460	-
	Mandya	Achhu (Medium)	NA	3310	-
	Mandya	Kurikatu (Medium)	NA	3200	-
	Mandya	Other (Medium)	NA	2900	-
	Mandya	Yellow (Medium)	NA	3300	-
	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
		22-Nov-22	15-Nov-22	21-Oct-22	23-Nov-21	22-Nov-22
Oct-22	2.25	3253	3303	3166	3182	81.77
Mar-23	7.77	3616	3701	3407	3355	
May-23	3.57	3416	3494	3240	3298	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		22-Nov-22	15-Nov-22	21-Oct-22	23-Nov-21	22-Nov-22
Oct-22	9.87	4192	4257	4065	3815	81.77
Dec-22	6.74	3986	4716	3915	3734	
Mar-23	12.38	4328	4409	4141	3851	

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