

Recent Update:

Sugar physical market showed a stable trend today in India. Sugar prices were stable in the Delhi market at Rs. 3520/qtl and in Kolhapur prices were stable at Rs. 3300 per quintal.

In anticipation of higher prices, Indian sugar mills are holding sugar exports contract supplies. Export prices have come down by about 3-4% from their peak, after India allowed shipments starting 5th November 22 following a fall in global sugar futures prices.

As of 12th December 2022, Gujarat sugarcane sowing has reached 1,04,291 hectares for the 2022-23 season which is lower compared to the previous season's sowing of 1,69,859 hectares. The normal area (past three years average) was around 2,09,854 hectares.

Sugarcane farmers from Nizamabad are demanding an increase in the crushing capacity of the sugar mill. The sugar mill is crushing around 28,000 to 30,000 quintals of sugarcane per day. Farmers are demanding to double the crushing capacity to utilize the surplus sugarcane in the area otherwise they have to sell it to local crushers and jaggery units.

Weather Forecast

Heavy rainfall at isolated places over Nicobar Islands. Dense fog at isolated places over Himachal Pradesh.

International Market Updates:

Sugarcane crushing in the Center-South region of Brazil has increased in the second half of November 2022 as compared to the previous season around the same time. The sugarcane crushing was around 318.75% higher at 16.23 million tonnes in November 2022. Sugar production has increased by 532.3% to 1.03 million tonnes while ethanol production was 887.26 million litres higher by around 148%.

According to National Sugar Administration, about 20 sugar mills have resumed operation and the prices of sugar are likely to come down in the first quarter of next year in the Philippines. Despite the import of 150,000 metric tonnes of sugar and the start of the harvesting season, the prices of refined white sugar continue to remain high at (Philippines peso) P90 to P100 per kg. Majorly the supply has been affected in the Philippines market along with improved demand.

Jaggery:

As per market sources, sugarcane farmers are demanding the government to make a policy for jaggery units so that farmers would not get exploited as few jaggery makers are procuring cane at lesser rates than State Advised Price in Haryana. The Haryana government has fixed the SAP of sugarcane at Rs. 362 per quintal and is yet to fix the SAP for the current season.

AgriWatch estimates, Jaggery prices to trade weak in the domestic market despite improved winter demand in December month. The increase in supply activities have resulted in prices being weak.

Kolhapur: Jaggery auction has stopped in Kolhapur Agriculture Produce Market Committee (APMC) during the week under review as prices had again dropped sharply. The jaggery-making farmers had refused to sell their produce unless the trader agreed to pay at least Rs. 3,700 per quintal for jaggery. However, as per sources the jaggery auction will resume in the coming week. The larger quantity of supply and the low demand across the country has led to a drop in jaggery prices. Further, prices in the coming week are expected to rise as with the decreasing temperature jaggery demand is expected to improve.

Jaggery Price at Kolhapur Benchmark Market (Rs./Quintal)		
Forecast Date	Past Week	Week under review
12-Dec-22	4000	4000-4250

Ethanol:

Till 30th November 2022, Ethanol production capacity in India has been increased to 947 crore litres per annum. Molasses-based distilleries have a capacity of 619 crore litres whereas Grain-based distilleries have a capacity of 328 crore litres. According to the Department of Food and Public Distribution, the capacity covers the need for ethanol blending with petrol as well as other industrial uses of ethanol in the country. Around 228 ethanol projects have sanctioned loans of more than Rs 18,500 crores from banks. Out of the loans sanctioned, more than Rs 9000 crores have been disbursed to the 196 Projects.

The Oil Marketing Companies (OMCs) have so far allocated around 460 Crore litre for supply in Ethanol Supply Year (ESY) 2022-23 (against the first 2 EOIs). The OMCs have floated a third EOI for the requirement of additional 139 crore liters, for which the last date of submission was 30th

November'2022. The OMC's are currently examining the bids and are expected to do the allocations shortly.

International Sugar Futures ICE (US Cent/lb)

Daily Futures Price Listing Tuesday, Dec 13th, 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
22-Mar	221213	19.47	19.83	19.31	19.76	0.38	42,688	394,056	2,202
23-May	221213	18.43	18.69	18.26	18.6	0.28	22,250	193,720	693
23-Jul	221213	17.8	17.97	17.63	17.9	0.21	11,057	121,489	174
23-Oct	221213	17.68	17.8	17.55	17.74	0.15	4,831	77,911	-646
24-Mar	221213	17.79	17.86	17.66	17.81	0.11	3,096	46,735	26
24-May	221213	17.02	17.09	16.95	17.04	0.07	601	13,689	27
24-Jul	221213	16.55	16.61	16.52	16.57	0.07	776	13,868	197
24-Oct	221213	16.48	16.53	16.41	16.47	0.04	296	13,452	103
Total Volume and Open Interest							85,695	893,153	2,836

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Tuesday, Nov 13th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
22-Dec	221213	535	542.2	534.3	540.3	6.3	3,125	47,998	-128
23-Mar	221213	521.3	528.1	520.9	526.4	6	1,334	20,072	-135
23-May	221213	504.7	511.8	504.3	510	6.1	345	8,263	147
23-Aug	221213	489.5	496.1	489.5	494.5	5.9	111	7,217	46
23-Oct	221213	485	489.4	484.8	488.6	5.2	53	2,905	33
Total Volume and Open Interest							5,054	88,399	-42

Source: MRCI

DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			14-Dec-22	13-Dec-22	
Delhi	Delhi	M-Grade	3520	3520	Unch
	Delhi	S-Grade	3500	3500	Unch
Uttar Pradesh	Khatauli	M-Grade	3750	3770	-20
	Ramala	M-Grade	3480	3480	Unch
	Dhampur	M-Grade Ex-Mill	3560	3545	15
	Dhampur	S-Grade Ex-Mill	3540	3525	15
	Dhampur	L-Grade Ex-Mill	3610	3595	15
Maharashtra	Mumbai	M-Grade	3622	3622	Unch
	Mumbai	S-Grade	3550	3550	Unch
	Nagpur	M-Grade	3425	3425	Unch
	Nagpur	S-Grade	3375	3375	Unch
	Kolhapur	M-Grade	3300	3300	Unch
	Kolhapur	S-Grade	3250	3250	Unch
Assam	Guhawati	S-Grade	3563	3563	Unch
Meghalaya	Shillong	S-Grade	3570	3570	Unch
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3800	3800	Unch
	Vijayawada	S-Grade (With Duty)	3760	3760	Unch
West Bengal	Kolkata	M-Grade	3950	3950	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3450	3450	Unch
	Dindigul	M-Grade (DCA)	3780	3780	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)			14-Dec-22	13-Dec-22	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3000	3013	-13
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	13000	15000	-2000
	Muzaffarnagar	Khurpa (Fresh)	2813	2813	Unch

Karnataka	Muzaffarnagar	Laddoo (Fresh)	3125	3125	Unch
	Muzaffarnagar	Rascut (Fresh)	2350	2388	-38
	Bangalore	Mudde (Average)	4400	4400	Unch
	Gulbarga/Kalaburgi	Other (Average)	3100	3000	100
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	3250	3240	10
	Mandya	Kurikatu (Medium)	3150	3200	-50
	Mandya	Other (Medium)	2900	2850	50
	Mandya	Yellow (Medium)	3050	3000	50
	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	14-Dec-21	RBI Dollar
		13-Dec-22	6-Dec-22	11-Nov-22	14-Dec-21		13-Dec-22
Oct-22	3.08	3287	3232	3201	3189	82.71	
Mar-23	9.55	3661	3022	3548	3342		
May-23	5.27	3446	3370	3360	3274		

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		13-Dec-22	6-Dec-22	11-Nov-22	14-Dec-21	13-Dec-22
Oct-22	11.32	4218	4162	4129	3789	82.71
Dec-22	9.01	4041	3971	4568	3707	
Mar-23	13.13	4354	4302	4263	3848	



Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness, and correctness. The use of data and information contained in this report is at your own risk. This document is not, and should not be construed as an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed, or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors, and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at © 2022 Indian Agribusiness Systems Ltd.