

Recent Update:

Sugar physical market showed a stable trend today in India. Sugar prices went down in the Delhi market by 30 at Rs. 3490/qtl and in Kolhapur prices went steady at Rs. 3350 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 OMCs 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 15th, 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
23-Mar	221215	20.28	20.73	19.86	19.98	-0.31	63,324	391,652	2,485
23-May	221215	18.98	19.25	18.65	18.78	-0.23	23,888	198,580	1,015
23-Jul	221215	18.2	18.25	17.85	18	-0.19	13,421	123,130	1128
23-Oct	221215	17.95	18	17.66	17.81	-0.15	6,114	78,516	239
24-Mar	221215	18	18.03	17.76	17.89	-0.13	2,959	47,475	72
24-May	221215	17.09	17.2	16.95	17.08	-0.12	1303	14,080	211
24-Jul	221215	16.59	16.66	16.46	16.57	-0.1	579	14,233	199
24-Oct	221215	16.46	16.46	16.31	16.39	-0.1	256	13,767	31
Total Volume and Open Interest							111,975	899,777	5,461

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Tuesday, Nov 15th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
23-Mar	221215	553.3	564.5	543	545	-9.8	3,876	46,941	-474
23-May	221215	536	543	528	530.2	-6.6	1,258	19,688	-193
23-Aug	221215	516.9	521.3	510	512.4	-5.9	738	8,485	67
23-Oct	221215	498.5	501.8	493.6	496.3	-4.3	291	7,318	25
23-Dec	221215	491.1	494.8	487.9	490.2	-3	60	2,916	8
Total Volume and Open Interest							6,340	87,289	-565

Source: MRCI

DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			16-Dec-22	15-Dec-22	
Delhi	Delhi	M-Grade	3490	3520	-30
	Delhi	S-Grade	3470	3500	-30
Uttar Pradesh	Khatauli	M-Grade	3750	3750	Unch
	Ramala	M-Grade	3480	3480	Unch
	Dhampur	M-Grade Ex-Mill	3560	3560	Unch
	Dhampur	S-Grade Ex-Mill	3540	3540	Unch
	Dhampur	L-Grade Ex-Mill	3610	3610	Unch
Maharashtra	Mumbai	M-Grade	3622	3622	Unch
	Mumbai	S-Grade	3530	3530	Unch
	Nagpur	M-Grade	3475	3475	Unch
	Nagpur	S-Grade	3425	3425	Unch
	Kolhapur	M-Grade	3350	3350	Unch
	Kolhapur	S-Grade	3300	3300	Unch
Assam	Guhawati	S-Grade	3613	3613	Unch
Meghalaya	Shillong	S-Grade	3620	3620	Unch
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3800	3800	Unch
	Vijayawada	S-Grade (With Duty)	3760	3760	Unch
West Bengal	Kolkata	M-Grade	3850	3850	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)			16-Dec-22	15-Dec-22	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3100	2875	225
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	6000	7000	-1000
	Muzaffarnagar	Khurpa (Fresh)	2750	2800	-50

	Muzaffarnagar	Laddoo (Fresh)	3003	3025	-23
	Muzaffarnagar	Rascut (Fresh)	2400	2425	-25
	Hapur	Chaursa	2650	2700	-50
	Hapur	Balti	2760	2850	-90
Andhra Pradesh	Chittur	Gold	NR	NR	-
		White	NR	NR	-
		Black	NR	NR	-
Maharashtra	Latur	Lal Variety	NA	NA	-
Karnataka	Bangalore	Mudde (Average)	4400	4400	Unch
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	NA	3100	-
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	3150	3130	20
	Mandya	Kurikatu (Medium)	3100	3100	Unch
	Mandya	Other (Medium)	3000	2950	50
	Mandya	Yellow (Medium)	3000	3100	-100
	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
		15-Dec-22	8-Dec-22	16-Nov-22	14-Dec-21	15-Dec-22
Oct-22	3.19	3290	3256	3279	3189	82.48
Mar-23	10.47	3691	3628	3693	3342	
May-23	5.99	3470	3413	3472	3274	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		15-Dec-22	8-Dec-22	16-Nov-22	14-Dec-21	15-Dec-22
Oct-22	11.54	4226	4181	4222	3789	82.48
Dec-22	9.06	4043	3986	4003	3707	
Mar-23	13.63	4373	4335	4368	3848	

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