

Recent Update:

Sugar physical market continued to showed a stable trend today in India. Sugar prices reported higher by Rs. 60 in the Delhi market at Rs. 3470/qtl and in Kolhapur prices remained stable at Rs. 3250 per quintal.

According to the market sources, Sugarcane farmers from Haryana has urged the government to hike the state advisory price (SAP) of sugarcane from Rs 362 per quintal to Rs 450 per quintal. Farmers have given a deadline of 16th January 23 to the state government and stated that if their demands are not met, they will stop cane harvesting from 17th January 23.

Sugarcane procurement starts in Tamil Nadu ahead of Pongal Festival. The Tamil Nadu government is directly procuring sugarcane from farmers along the district ahead of the Pongal Festival. The Pongal festival is set to start on 15th January 2023.

As per the All-India Sugar Traders Association, sugar exporters, including mills have almost exhausted the 6 million tonne of export quota allocated by the Centre for the current 2022-23 sugar season. Almost all the deals signed till 31st December 22 will be exported by 31st March'22. Also, Iran and Indonesia have emerged as the biggest buyers of Indian sugar this season.

India has exported around 1.692 million tonne of sugar till 4th January 2023, including 59,596 tonne to china. About 147,000 tonnes of sugar was exported to Bangladesh and around 82,462 tonne to Sri Lanka.

State	Sugar Production		Mills in Operation	
	(as of 31st Dec'22)		(as of 31st Dec'21.)	
	No. of Operating Mills	Sugar Production	No. of Operating Mills	Sugar Production
Uttar Pradesh	117	30.9	119	30.9
Maharashtra	196	46.8	189	45.8
Karnataka	73	26.7	70	26.1
Gujarat	16	3.8	15	3.5
Tamil Nadu	24	2.6	22	1.3
Others	83	9.9	85	8.8
All India	509	120.7	500	116.4

Source: ISMA, Unit: Lakh Tonne

Weather Forecast

Dense to very dense fog very likely in isolated pockets over Punjab, Haryana, Chandigarh, Delhi, Uttar Pradesh, and Bihar. Dense fog in isolated pockets over Jammu division, Himachal Pradesh, Uttarakhand, and north Madhya Pradesh.

International Market Updates:

The red rot disease was detected in the Sugarcane crop of Parsa and Bara region of Nepal. Farmers are planning for a early harvest of the crop to prevent infection from the crop. Also, the farmers are selling crops on the prices which mills are offering as the government has not yet announced the minimum support price for sugarcane.

The Economic Coordination Committee (ECC) Pakistan, has granted permission to export an additional 150,000 tonnes of sugar. The decision was taken based on the recommendations of the Sugar Advisory Board (SAB). The ECC has allowed the export of a total of 250,000 tonnes of sugar out of which it had already approved the export of 100,000 tonnes of sugar on 15th Dec. 2022. The export would be allowed to sugar mills on a first-come-first-served basis.

According to the market sources, the Pakistan government has increased the prices of wheat flour, sugar and ghee by around 25 to 62 per cent for sale through the Utility Stores Corporation (USC) with immediate effect to reduce the impact of untargeted subsidies. The price of sugar under the new rates has increased to Rs.89 per kg from Rs.70 per kg previously.

Jaggery:

The Karnataka government is planning to provide an industry tag on jaggery. Consumption of jaggery is likely to increase as the focus on sustainable lifestyle increased. India is the biggest exporter of jaggery and Karnataka is the third largest cane producer which can give an advantage to the state to increase jaggery production.

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

Ethanol:

Chhattisgarh's first ethanol plant is likely to start its operations in April this year. The plant is located at Kawardha, near Bhoramdev Sugar mill. As per the market sources, the capacity of the plant will be around 80 kilolitres per day at the initial level. The plant will produce ethanol from sugarcane juice during the season and molasses during the off-season. An agreement has been signed between Bhoramdev Cooperative Sugar Mill and NKJ Biofuel after the global tender. Earlier, 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.

International Sugar Futures ICE (US Cent/lb)

Daily Futures Price Listing Friday, Jan 13th, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
22-Mar	230113	19.63	19.81	19.46	19.73	0.14	58,355	345,466	-6,384
23-May	230113	18.4	18.49	18.23	18.41	0.07	26,666	210,659	-298
23-Jul	230113	17.72	17.76	17.54	17.68	0.02	14,812	143,531	742
23-Oct	230113	17.58	17.61	17.41	17.53	unch	9,462	80,625	-632
24-Mar	230113	17.71	17.77	17.58	17.7	-0.01	4,939	53,050	-64
24-May	230113	16.85	17.01	16.85	16.95	-0.01	643	16,582	-30
24-Jul	230113	16.43	16.52	16.39	16.46	-0.01	584	15,492	-6
24-Oct	230113	16.22	16.3	16.22	16.26	-0.01	145	14,786	40
Total Volume and Open Interest							115,988	899,255	-6,584

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Friday, Jan 13th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
23-Mar	230113	539	549.4	536.5	547.3	8	6,040	38,984	-454
23-May	230113	522.3	529.9	520.6	528.2	5.2	3,830	22,519	103
23-Aug	230113	504.9	510.9	503.6	509.3	3.7	1496	11,590	345
23-Oct	230113	492.5	497.2	491.3	495.9	2.9	437	8,398	54
23-Dec	230113	486.6	490.8	485.5	489.8	2.8	245	3,524	86
Total Volume and Open Interest							12,175	87,916	193

Source: MRCI

DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			14-Jan-23	13-Jan-23	
Delhi	Delhi	M-Grade	3470	3410	60
	Delhi	S-Grade	3450	3390	60
Uttar Pradesh	Khatauli	M-Grade	3565	3565	Unch
	Ramala	M-Grade	3400	3400	Unch
	Dhampur	M-Grade Ex-Mill	3585	3585	Unch
	Dhampur	S-Grade Ex-Mill	3565	3565	Unch
	Dhampur	L-Grade Ex-Mill	3635	3635	Unch
Maharashtra	Mumbai	M-Grade	3552	3552	Unch
	Mumbai	S-Grade	3400	3390	10
	Nagpur	M-Grade	3375	3375	Unch
	Nagpur	S-Grade	3275	3275	Unch
	Kolhapur	M-Grade	3250	3250	Unch
	Kolhapur	S-Grade	3150	3150	Unch
Assam	Guhawati	S-Grade	3461	3461	Unch
Meghalaya	Shillong	S-Grade	3470	3470	Unch
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3800	3800	Unch

	Vijayawada	S-Grade (With Duty)	3780	3780	Unch
West Bengal	Kolkata	M-Grade	3800	3800	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3400	3400	Unch
	Dindigul	M-Grade (DCA)	3700	3700	Unch
	Coimbatore	M-Grade (DCA)	3840	3840	Unch
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3850	3850	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-Jan-23	13-Jan-23	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	NR	3175	-
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	NR	5000	-
	Muzaffarnagar	Khurpa (Fresh)	NR	2863	-
	Muzaffarnagar	Laddoo (Fresh)	NR	3175	-
	Muzaffarnagar	Rascut (Fresh)	NR	2450	-
Karnataka	Bangalore	Mudde (Average)	NA	450	-
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	NA	2800	-
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	3200	3250	-50
	Mandya	Kurikatu (Medium)	3200	3150	50
	Mandya	Other (Medium)	3100	3000	100
	Mandya	Yellow (Medium)	3250	3200	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	RBI Dollar
		11-Jan-23	4-Jan-23	12-Dec-22	11-Jan-22	11-Jan-23
Oct-22	9.72	3203	3274	3256	2919	81.70
Mar-23	19.94	3596	3628	3588	2998	
May-23	13.70	3356	3408	3391	2952	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		11-Jan-23	4-Jan-23	12-Dec-22	11-Jan-22	11-Jan-23
Oct-22	17.64	4144	4197	4164	3523	81.70
Dec-22	13.69	3977	4044	3995	3498	
Mar-23	20.29	4294	4338	4317	3570	

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