

Recent Update:

Sugar physical market continued to showed a stable trend today in India. Sugar prices reported stable in the Delhi market at Rs. 3415/qtl and in Kolhapur prices remained stable at Rs. 3250 per quintal.

As per the Indian sugar mills association, Sugar production in India has reached 156.8 lakh tonne as against 150.8 lakh tonne till 15th January 2023. The sugar production is higher by around 6 lakh tonne. The sugarcane crushing season is in full swing and around 509 sugar mills are currently operating in the country.

State	Sugar Production		Mills in Operation	
	(as of 15 th Jan'23)		(as of 15 th Jan'22)	
	No. of Operating Mills	Sugar Production	No. of Operating Mills	Sugar Production
Uttar Pradesh	117	40.7	120	40.2
Maharashtra	198	60.3	192	58.8
Karnataka	73	33.6	72	32.7
Gujarat	16	4.8	15	4.6
Tamil Nadu	26	3.6	23	2.1
Others	85	13.8	85	12.4
All India	515	156.8	507	150.8

Source: ISMA, Unit: Lakh Tonne

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.

Weather Forecast

Dense to very dense fog very likely in isolated pockets over Bihar, Assam & Meghalaya, Mizoram & Tripura. Cold wave conditions at isolated places over East Rajasthan, Bihar and Uttar 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 Bharamdev 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 Bharamdev 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			17-Jan-23	16-Jan-23	
Delhi	Delhi	M-Grade	3415	3415	Unch
	Delhi	S-Grade	3395	3395	Unch
Uttar Pradesh	Khatauli	M-Grade	3550	NR	-
	Ramala	M-Grade	3425	NR	-
	Dhampur	M-Grade Ex-Mill	3590	NR	-
	Dhampur	S-Grade Ex-Mill	3570	NR	-
	Dhampur	L-Grade Ex-Mill	3640	NR	-
Maharashtra	Mumbai	M-Grade	3552	3552	Unch
	Mumbai	S-Grade	3400	3400	Unch
	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	3750	3750	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3400	3400	Unch
	Dindigul	M-Grade (DCA)	3700	3700	Unch
	Coimbatore	M-Grade (DCA)	3840	NA	-
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
			17-Jan-23	16-Jan-23	
Jaggery(Gur)					
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3125	3113	13
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	7000	5000	2000
	Muzaffarnagar	Khurpa (Fresh)	2855	2855	Unch
	Muzaffarnagar	Laddoo (Fresh)	3150	3138	13
	Muzaffarnagar	Rascut (Fresh)	2425	2425	Unch
Karnataka	Bangalore	Mudde (Average)	4450	4450	Unch
	Mandya	Achhu (Medium)	NA	3190	-
	Mandya	Kurikatu (Medium)	NA	3150	-
	Mandya	Other (Medium)	NA	2900	-
	Mandya	Yellow (Medium)	NA	3150	-
	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
		16-Jan-23	9-Jan-23	19-Dec-22	17-Jan-22	16-Jan-23
Oct-22	7.49	3195	3199	3317	2972	81.37
Mar-23	18.01	3596	3537	3728	3047	
May-23	11.51	3356	3332	3504	3009	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		16-Jan-23	9-Jan-23	19-Dec-22	17-Jan-22	16-Jan-23
Oct-22	15.42	4186	4133	4272	3627	81.37
Dec-22	12.50	4014	3980	4067	3568	
Mar-23	17.40	4348	4267	4427	3703	

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Sugar Fundamental Report

18th Jan, 2023