

Recent Update:

Sugar physical market continued to showed a stable trend today in India. Sugar prices reported higher in the Delhi market at Rs. 3420/qtl and in Kolhapur prices remained stable at Rs. 3250 per quintal.

The National Federation of Cooperative Sugar Factories (NFCSF) has estimated that around 515 sugar mills across the country have produced 160 lakh tonnes sugar till 15th January 23 which is about 10 lakh tonne higher than the corresponding date of last year. However, the average sugar recovery is decreased by 0.14% as compared to the last year's average recovery of 9.64%.

As per the NFCSF's estimate, the 2022-23 sugar season will be over by the end of April and the sugar production is estimated at 343 lakh tonnes which is expected to be lower by 16 lakh tonnes compared to last year's 359 lakh tonne. Apart from this, around 45 lakh tonnes of sugar will be diverted to ethanol production. Thus this year, the gross total sugar production will be around 390 lakh tonne.

As per Indian Sugar Mills Association, about 55 lakh tonne of export contracts have already been signed. Out of that, over 18 lakh tonne of sugar have been physically exported out of the country upto 31stDecember'22, which is almost similar to the sugar exported during the previous season by the end of December'21.

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 515 sugar mills are currently operating in the country against 507 during the previous season.

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

Weather Forecast

Dense to very dense fog very likely in isolated pockets over Orissa, Assam & Meghalaya, Tripura.

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.

Jaggery:

As per AgriWatch sources, Jaggery-making units in Uttar Pradesh are working on a lower scale as winter season will end in coming 1-2 months, along with it there is enough stock available in the market.

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
17-Jan-23	3125	2800-3250

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 Wednesday, Jan 18th, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
22-Mar	230118	20.09	20.25	19.68	19.82	-0.32	44,801	334,053	-3,989
23-May	230118	18.74	18.86	18.44	18.54	-0.24	17,539	212,923	1,473
23-Jul	230118	18.04	18.11	17.79	17.88	-0.15	8,293	147,638	2439
23-Oct	230118	17.83	17.91	17.66	17.74	-0.11	4,315	80,339	-54
24-Mar	230118	17.98	18.04	17.84	17.9	-0.07	2,656	52,769	137
24-May	230118	17.21	17.24	17.08	17.13	-0.05	518	16,762	164
24-Jul	230118	16.7	16.73	16.61	16.66	-0.02	288	15,532	24
24-Oct	230118	16.5	16.5	16.41	16.45	-0.01	28	14,778	-1
Total Volume and Open Interest							78,480	893,863	214

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Wednesday, Jan 18th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
23-Mar	230118	560	562.1	549.3	551.6	-9.3	1,976	37,734	320
23-May	230118	543.1	543.1	532.2	534.8	-6.8	876	23,259	310
23-Aug	230118	520.4	521.2	513.2	515.9	-4.8	177	11,932	-6
23-Oct	230118	504.6	505.4	500.4	502.1	-2.5	143	8,388	-31
23-Dec	230118	497.8	498	493.1	495.7	-1.6	74	3,562	-46
Total Volume and Open Interest							3,248	87,798	547

Source: MRCI

DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			19-Jan-23	18-Jan-23	
Delhi	Delhi	M-Grade	3420	3415	5
	Delhi	S-Grade	3400	3395	5
Uttar Pradesh	Khatauli	M-Grade	3530	3550	-20
	Ramala	M-Grade	3415	3425	-10
	Dhampur	M-Grade Ex-Mill	3590	3590	Unch
	Dhampur	S-Grade Ex-Mill	3570	3570	Unch
	Dhampur	L-Grade Ex-Mill	3640	3640	Unch
Maharashtra	Mumbai	M-Grade	3552	3552	Unch
	Mumbai	S-Grade	3392	3392	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	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)			19-Jan-23	18-Jan-23	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3063	3063	Unch
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	8000	8000	Unch
	Muzaffarnagar	Khurpa (Fresh)	2800	2800	Unch
	Muzaffarnagar	Laddoo (Fresh)	3138	3138	Unch
	Muzaffarnagar	Rascut (Fresh)	2400	2400	Unch
	Hapur	Chaurasa	NA	NA	-
	Hapur	Balti	NA	NA	-
Karnataka	Bangalore	Mudde (Average)	NA	4450	-
	Gulbarga/Kalaburgi	Other (Average)	NA	2850	-
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	3250	3220	30
	Mandya	Kurikatu (Medium)	3250	3160	90
	Mandya	Other (Medium)	3100	3100	Unch
	Mandya	Yellow (Medium)	3200	3170	30
	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	
		16-Jan-23	9-Jan-23	16-Dec-22	17-Jan-22	16-Jan-23	
Oct-22	7.49	3195	3199	3296	2972	81.37	
Mar-23	18.01	3596	3537	3727	3047		
May-23	11.51	3356	3332	3491	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	16-Dec-22	17-Jan-22	16-Jan-23
Oct-22	15.42	4186	4133	4251	3627	81.37
Dec-22	12.50	4014	3980	4063	3568	
Mar-23	17.40	4348	4267	4402	3703	

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 © 2023 Indian Agribusiness Systems Ltd.