

**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.

As per the market sources, the government may take a decision in the coming February month for increasing the sugar export quota from the current 60 lakh tonne. In the current marketing year so far, the mills have dispatched 30 lakh tonnes of sugar for exports and out of that 18 lakh tonnes have already been shipped. As per the food ministry, the entire 60 lakh tonnes will get exported by May. The government is currently assessing the supply and demand estimate in the domestic market along with the actual sugar production.

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 15<sup>th</sup> 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 31<sup>st</sup> December'22, which is almost similar to the sugar exported during the previous season by the end of December'21.

State	Sugar Production		Mills in Operation	
	(as of 15 <sup>th</sup> Jan'23)		(as of 15 <sup>th</sup> 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
<b>All India</b>	<b>515</b>	<b>156.8</b>	<b>507</b>	<b>150.8</b>

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 15<sup>th</sup> 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 Thursday, Jan 19th, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
<a href="#">22-Mar</a>	230119	19.8	19.99	19.58	19.68	-0.14	60,959	337,080	3,027
<a href="#">23-May</a>	230119	18.54	18.67	18.38	18.41	-0.13	29,116	214,385	1,462
<a href="#">23-Jul</a>	230119	17.88	17.98	17.75	17.77	-0.11	15,651	146,572	-1066
<a href="#">23-Oct</a>	230119	17.75	17.82	17.65	17.65	-0.09	6,986	80,282	-57
<a href="#">24-Mar</a>	230119	17.86	17.97	17.81	17.83	-0.07	4,808	53,902	1133
<a href="#">24-May</a>	230119	17.16	17.19	17.06	17.07	-0.06	1291	16,644	-118
<a href="#">24-Jul</a>	230119	16.7	16.7	16.59	16.59	-0.07	535	15,793	261
<a href="#">24-Oct</a>	230119	16.46	16.46	16.38	16.38	-0.07	115	14,795	17
Total Volume and Open Interest							119,565	898,526	4,663

Source: MRCI

## International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Thursday, Jan 19th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
<a href="#">23-Mar</a>	230119	550.2	552.3	544.4	546.5	-5.1	6,884	38,426	692
<a href="#">23-May</a>	230119	535	535.7	529.8	530.3	-4.5	5,496	23,648	389
<a href="#">23-Aug</a>	230119	515.9	516.6	511.7	512.2	-3.7	1632	12,431	499
<a href="#">23-Oct</a>	230119	502.1	502.4	497.6	498.3	-3.8	623	8,395	7
<a href="#">23-Dec</a>	230119	495.5	495.5	492	492.5	-3.2	225	3,579	17
Total Volume and Open Interest							15,040	89,420	1622

Source: MRCI

## DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			20-Jan-23	19-Jan-23	
Delhi	Delhi	M-Grade	3420	3420	Unch
	Delhi	S-Grade	3400	3400	Unch
Uttar Pradesh	Khatauli	M-Grade	3530	3530	Unch
	Ramala	M-Grade	3415	3415	Unch
	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
			20-Jan-23	19-Jan-23	
Jaggery(Gur)					
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3125	3063	63
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	10000	8000	2000
	Muzaffarnagar	Khurpa (Fresh)	2863	2800	63
	Muzaffarnagar	Laddoo (Fresh)	3150	3138	13
	Muzaffarnagar	Rascut (Fresh)	2425	2400	25
	Mahalingapura	Penti (Average)	NA	3449	-
	Mandya	Achhu (Medium)	3250	3250	Unch
	Mandya	Kurikatu (Medium)	3250	3250	Unch
	Mandya	Other (Medium)	3100	3100	Unch
	Mandya	Yellow (Medium)	3200	3200	Unch
	Shimoga/Shivamogga	Achhu (Average)	3650	3650	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
		17-Jan-23	10-Jan-23	16-Dec-22	17-Jan-22	17-Jan-23
Oct-22	9.99	3269	3219	3296	2972	81.77
Mar-23	21.05	3689	3617	3727	3047	
May-23	14.31	3440	3375	3491	3009	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		17-Jan-23	10-Jan-23	16-Dec-22	17-Jan-22	17-Jan-23
Oct-22	17.40	4258	4178	4251	3627	81.77
Dec-22	13.97	4066	4009	4063	3568	
Mar-23	19.59	4429	4327	4402	3703	

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