

Recent Update:

Sugar physical market continued to showed a stable trend today in India. Sugar prices reported stable in the Delhi market at Rs. 3420/qtl and in Kolhapur prices remained higher at Rs. 3275 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 (NFCSE) 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 NFCSE'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 31st 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 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

Thunderstorms accompanied with lightning at isolated places over Jammu & Kashmir, Himachal Pradesh, Uttarakhand, Punjab, Haryana & Chandigarh and with lightning at isolated places over West 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.

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 Friday, Jan 20th, 2023 | | | | | | | | | |
|--|--------|-------|-------|-------|-------|--------|--------------|----------|--------|
| Most Recent Information | | | | | | | Previous Day | | |
| Month | Date | Open | High | Low | Close | Change | Volume | Open Int | Change |
| Sugar #11(ICE) | | | | | | | | | |
| 22-Mar | 230120 | 19.76 | 19.82 | 19.5 | 19.72 | 0.04 | 65,415 | 335,017 | -2,063 |
| 23-May | 230120 | 18.44 | 18.51 | 18.29 | 18.41 | unch | 25,954 | 217,615 | 3,230 |
| 23-Jul | 230120 | 17.79 | 17.86 | 17.69 | 17.77 | unch | 13,923 | 147,061 | 489 |
| 23-Oct | 230120 | 17.7 | 17.76 | 17.59 | 17.67 | 0.02 | 6,007 | 79,739 | -543 |
| 24-Mar | 230120 | 17.83 | 17.96 | 17.8 | 17.86 | 0.03 | 2,140 | 54,008 | 106 |
| 24-May | 230120 | 17.03 | 17.24 | 17.03 | 17.12 | 0.05 | 593 | 16,667 | 23 |
| 24-Jul | 230120 | 16.57 | 16.82 | 16.57 | 16.67 | 0.08 | 316 | 15,963 | 170 |
| 24-Oct | 230120 | 16.35 | 16.62 | 16.35 | 16.46 | 0.08 | 78 | 14,788 | -7 |
| Total Volume and Open Interest | | | | | | | 114,648 | 900,070 | 1,544 |

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

| Daily Futures Price Listing Friday, Jan 20th 2023 | | | | | | | | | |
|---|--------|-------|-------|-------|-------|--------|--------------|----------|--------|
| Most Recent Information | | | | | | | Previous Day | | |
| Month | Date | Open | High | Low | Close | Change | Volume | Open Int | Change |
| London Sugar (LCE) | | | | | | | | | |
| 23-Mar | 230120 | 546 | 548 | 541.3 | 546.4 | -0.1 | 5,456 | 37,989 | -437 |
| 23-May | 230120 | 531.8 | 533.8 | 527.4 | 531.5 | 1.2 | 3,980 | 24,134 | 486 |
| 23-Aug | 230120 | 512.9 | 515.4 | 509.7 | 513.5 | 1.3 | 1290 | 12,738 | 307 |
| 23-Oct | 230120 | 497.1 | 501.4 | 496.3 | 499.9 | 1.6 | 792 | 8,513 | 118 |
| 23-Dec | 230120 | 490.7 | 495.7 | 490.7 | 493.7 | 1.2 | 388 | 3,677 | 98 |
| Total Volume and Open Interest | | | | | | | 12,223 | 90,143 | 723 |

Source: MRCI

DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

| Sugar Prices at Key Spot Markets: | | | | | |
|-----------------------------------|----------|-----------------|-----------------|-----------|--------|
| Commodity | Centre | Variety | Prices (Rs/Qtl) | | Change |
| Sugar | | | 23-Jan-23 | 21-Jan-23 | |
| Delhi | Delhi | M-Grade | 3420 | 3420 | Unch |
| | Delhi | S-Grade | 3400 | 3400 | Unch |
| Uttar Pradesh | Khatauli | M-Grade | 3535 | 3530 | 5 |
| | Ramala | M-Grade | 3425 | 3415 | 10 |
| | Dhampur | M-Grade Ex-Mill | 3565 | 3590 | -25 |
| | Dhampur | S-Grade Ex-Mill | 3545 | 3570 | -25 |
| | Dhampur | L-Grade Ex-Mill | 3615 | 3640 | -25 |
| Maharashtra | Mumbai | M-Grade | 3590 | 3556 | 34 |
| | Mumbai | S-Grade | 3420 | 3392 | 28 |
| | Nagpur | M-Grade | 3400 | 3400 | Unch |
| | Nagpur | S-Grade | 3300 | 3300 | Unch |
| | Kolhapur | M-Grade | 3275 | 3275 | Unch |
| | Kolhapur | S-Grade | 3175 | 3175 | Unch |
| Assam | Guhawati | S-Grade | 3487 | 3487 | Unch |

| | | | | | |
|---|------------|------------------------|------|------|------|
| Meghalaya | Shillong | S-Grade | 3495 | 3495 | Unch |
| Andhra Pradesh | Vijayawada | M-Grade (With Duty) | 3760 | 3760 | Unch |
| | Vijayawada | S-Grade (With Duty) | 3720 | 3720 | 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) | | | 23-Jan-23 | 21-Jan-23 | |
| Uttar Pradesh | Muzaffarnagar | Chaku Fresh | 3125 | 3125 | Unch |
| | Muzaffarnagar | Chaku(Arrival)(40kg Bag) | 5000 | 5000 | Unch |
| | Muzaffarnagar | Khurpa (Fresh) | 2875 | 2875 | Unch |
| | Muzaffarnagar | Laddoo (Fresh) | 3175 | 3175 | Unch |
| | Muzaffarnagar | Rascut (Fresh) | 2438 | 2438 | Unch |
| | Hapur | Chaurasa | NA | NA | - |
| | Hapur | Balti | NA | NA | - |
| Karnataka | Bangalore | Mudde (Average) | 4750 | 4750 | Unch |
| | Belgaum | Mudde (Average) | NA | NA | - |
| | Gulbarga/Kalaburgi | Other (Average) | 3000 | NA | - |
| | Mahalingapura | Penti (Average) | NA | NA | - |
| | Mandya | Achhu (Medium) | 3270 | 3200 | 70 |
| | Mandya | Kurikatu (Medium) | 3250 | 3250 | Unch |
| | Mandya | Other (Medium) | 3130 | 3100 | 30 |
| | Mandya | Yellow (Medium) | 3150 | 3100 | 50 |
| | Shimoga/Shivamogga | Achhu (Average) | 3650 | 3700 | -50 |

INTERNATIONAL SUGAR PRICES

| International Sugar Futures ICE | | | | (Rs/Qtl) | | |
|---------------------------------|-----------------------------|-----------|-----------|-----------|-----------|------------|
| Futures month | % Change over previous year | Today | Week ago | Month Ago | Year Ago | RBI Dollar |
| | | 19-Jan-23 | 13-Jan-23 | 21-Dec-22 | 20-Jan-22 | 19-Jan-23 |
| Oct-22 | 5.20 | 3217 | 3197 | 3354 | 3058 | 81.36 |
| Mar-23 | 13.76 | 3587 | 3598 | 3847 | 3153 | |
| May-23 | 7.90 | 3355 | 3358 | 3582 | 3109 | |

| International Sugar Futures LIFFE | | | | | (Rs/Qtl) | |
|-----------------------------------|-----------------------------|-----------|-----------|-----------|-----------|------------|
| Futures month | % Change over previous year | Today | Week ago | Month Ago | Year Ago | RBI Dollar |
| | | 19-Jan-23 | 13-Jan-23 | 21-Dec-22 | 20-Jan-22 | 19-Jan-23 |
| Oct-22 | 13.46 | 4167 | 4147 | 4321 | 3673 | 81.36 |
| Dec-22 | 10.78 | 4007 | 3988 | 4100 | 3617 | |
| Mar-23 | 15.94 | 4315 | 4301 | 4504 | 3721 | |

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