

Recent Update:

Sugar physical market continued to showed a bullish trend today in India. Sugar prices reported higher in the Delhi market at Rs. 3425/qtl and in Kolhapur prices remained stable at Rs. 3300 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 (NFCFSF) 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 NFCFSF'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.

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 Uttarakhand, West Uttar Pradesh and with lightning at isolated places over Punjab, Haryana, Chandigarh, Delhi, East Uttar Pradesh. and Madhya Pardesh.

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 Borhamdev 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 Borhamdev 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 Monday, Jan 23rd, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
22-Mar	230123	19.63	19.92	19.6	19.7	-0.02	53,482	330,640	-4,377
23-May	230123	18.39	18.57	18.32	18.44	0.03	23,972	218,442	827
23-Jul	230123	17.76	17.9	17.7	17.8	0.03	12,671	148,551	1490
23-Oct	230123	17.65	17.76	17.59	17.69	0.02	5,402	79,952	213
24-Mar	230123	17.8	17.95	17.8	17.88	0.02	1,789	54,888	880
24-May	230123	17.08	17.2	17.07	17.15	0.03	493	16,848	181
24-Jul	230123	16.63	16.72	16.63	16.69	0.02	393	15,883	-80
24-Oct	230123	16.5	16.5	16.44	16.47	0.01	75	14,806	18
Total Volume and Open Interest							98,308	899,199	-871

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Monday, Jan 23rd 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
23-Mar	230123	544	552.3	543.6	547.4	1	4,493	37,027	-962
23-May	230123	529	535.4	528.6	533.3	1.8	3,156	24,319	185
23-Aug	230123	510.9	515.5	510.4	514.5	1	1000	12,711	-27
23-Oct	230123	497	501.6	496.5	500.7	0.8	425	8,627	114
23-Dec	230123	491.3	495.1	491.3	494.1	0.4	64	3,679	2
Total Volume and Open Interest							9,173	89,478	-665

Source: MRCI

DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
			24-Jan-23	23-Jan-23	
Sugar					
Delhi	Delhi	M-Grade	3425	3420	5
	Delhi	S-Grade	3405	3400	5
Uttar Pradesh	Khatauli	M-Grade	3560	3535	25
	Ramala	M-Grade	3440	3425	15
	Dhampur	M-Grade Ex-Mill	3575	3565	10
	Dhampur	S-Grade Ex-Mill	3555	3545	10
	Dhampur	L-Grade Ex-Mill	3625	3615	10
Maharashtra	Mumbai	M-Grade	3590	3590	Unch
	Mumbai	S-Grade	3420	3420	Unch
	Nagpur	M-Grade	3425	3400	25
	Nagpur	S-Grade	3325	3300	25
	Kolhapur	M-Grade	3300	3275	25
	Kolhapur	S-Grade	3200	3175	25
Assam	Guhawati	S-Grade	3512	3487	25

Meghalaya	Shillong	S-Grade	3520	3495	25
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
			24-Jan-23	23-Jan-23	
Jaggery(Gur)					
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3125	3125	Unch
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	3000	5000	-2000
	Muzaffarnagar	Khurpa (Fresh)	2878	2875	3
	Muzaffarnagar	Laddoo (Fresh)	3138	3175	-38
	Muzaffarnagar	Rascut (Fresh)	2425	2438	-13
Karnataka	Bangalore	Mudde (Average)	NA	4750	-
	Gulbarga/Kalaburgi	Other (Average)	3000	3000	Unch
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	NA	3270	-
	Mandya	Kurikatu (Medium)	NA	3250	-
	Mandya	Other (Medium)	NA	3130	-
	Mandya	Yellow (Medium)	NA	3150	-
	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
		23-Jan-23	16-Jan-23	23-Dec-22	24-Jan-22	23-Jan-23
Oct-22	5.58	3220	3195	3380	3050	81.27
Mar-23	14.08	3586	3596	3894	3144	
May-23	8.63	3357	3356	3619	3090	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		23-Jan-23	16-Jan-23	23-Dec-22	24-Jan-22	23-Jan-23
Oct-22	13.98	4181	4186	4346	3669	81.27
Dec-22	10.81	4016	4014	4121	3624	
Mar-23	16.88	4334	4348	4541	3708	

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