

Recent Update:

Sugar physical market continued to stable 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.

The Haryana government has hiked the SAP to Rs. 372 per quintal from the existing Rs.362 per quintal. Earlier, Haryana Sugarcane farmers has urged the government to hike the sugarcane SAP from Rs. 450 per quintal as against the existing SAP of Rs. 362 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 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.

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 by lightning and hail very likely at isolated places over East Rajasthan.

International Market Updates:

The Nepal government has fixed the minimum support price of sugarcane at Rs.610 per quintal for the 2022-23 season. During the previous season government has increased the MSP for sugarcane by 8.39 % to 590 per quintal.

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.

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:

Sutlej Organics and Chemicals is planning to set up an ethanol plant having a capacity of 120 klpd at Jehan Kela and Bassi Mustafa in the Hoshiarpur district of Punjab. The proposed project spread over 21.62 acres of land will also include a 2.5 MW co-generation plant.

International Sugar Futures ICE (US Cent/lb)

Daily Futures Price Listing Thursday, Jan 26th, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
22-Mar	230126	20.08	20.85	20.07	20.68	0.57	61,432	336,177	3,633
23-May	230126	18.84	19.47	18.79	19.32	0.48	39,581	236,243	10,388
23-Jul	230126	18.15	18.65	18.12	18.53	0.36	11,804	148,581	-184
23-Oct	230126	18	18.41	17.98	18.31	0.28	7,046	81,147	262
24-Mar	230126	18.18	18.57	18.18	18.46	0.23	3,184	55,680	420
24-May	230126	17.42	17.69	17.41	17.61	0.16	826	16,748	-80
24-Jul	230126	16.93	17.1	16.93	17.05	0.12	158	16,060	-28
24-Oct	230126	16.72	16.85	16.68	16.76	0.08	79	15,000	3
Total Volume and Open Interest							124,136	924,848	14,408

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Thursday, Jan 26th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
23-Mar	230126	546	560	546	555	8	5,986	35,128	-1341
23-May	230126	536.2	549.1	535.9	545.2	8.7	5,453	28,086	2252
23-Aug	230126	520.6	531.8	520.1	528.2	7.8	1486	13,586	356
23-Oct	230126	509	518.4	509	515.3	7	873	8,565	-40
23-Dec	230126	503	509.8	503	507.1	5.9	358	3,777	133
Total Volume and Open Interest							14,365	92,359	1441

Source: MRCI

DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			27-Jan-23	25-Jan-23	
Delhi	Delhi	M-Grade	3410	3425	-15
	Delhi	S-Grade	3390	3405	-15
Uttar Pradesh	Khatauli	M-Grade	3560	3560	Unch
	Ramala	M-Grade	3440	3440	Unch
	Dhampur	M-Grade Ex-Mill	3575	3575	Unch
	Dhampur	S-Grade Ex-Mill	3555	3555	Unch
	Dhampur	L-Grade Ex-Mill	3625	3625	Unch
Maharashtra	Mumbai	M-Grade	3590	3590	Unch
	Mumbai	S-Grade	3420	3420	Unch
	Nagpur	M-Grade	3425	3425	Unch
	Nagpur	S-Grade	3325	3325	Unch
	Kolhapur	M-Grade	3300	3300	Unch
	Kolhapur	S-Grade	3200	3200	Unch
Assam	Guhawati	S-Grade	3512	3512	Unch
Meghalaya	Shillong	S-Grade	3520	3520	Unch
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3760	3760	Unch
	Vijayawada	S-Grade (With Duty)	3720	3720	Unch
West Bengal	Kolkata	M-Grade	3770	3770	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)			27-Jan-23	25-Jan-23	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3125	3125	Unch
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	3000	3000	Unch

	Muzaffarnagar	Khurpa (Fresh)	2878	2878	Unch
	Muzaffarnagar	Laddoo (Fresh)	3138	3138	Unch
	Muzaffarnagar	Rascut (Fresh)	2425	2425	Unch
	Hapur	Chaurasa	2800	2800	Unch
	Hapur	Balti	3000	3000	Unch
Maharashtra	Latur	Lal Variety	NA	NA	-
Karnataka	Bangalore	Mudde (Average)	NA	NA	-
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	2850	NA	-
	Mahalingapura	Penti (Average)	NA	3281	-
	Mandya	Achhu (Medium)	NA	3300	-
	Mandya	Kurikatu (Medium)	NA	3200	-
	Mandya	Other (Medium)	NA	3200	-
	Mandya	Yellow (Medium)	NA	3220	-
	Shimoga/Shivamogga	Achhu (Average)	NA	3650	-

INTERNATIONAL SUGAR PRICES

International Sugar Futures ICE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		25-Jan-23	19-Jan-23	26-Dec-22	25-Jan-22	25-Jan-23
Oct-22	8.80	3296	3217	3375	3030	81.62
Mar-23	18.73	3677	3587	3888	3097	
May-23	13.06	3444	3355	3614	3047	

International Sugar Futures LIFFE	(Rs/Qtl)
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Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		25-Jan-23	19-Jan-23	26-Dec-22	25-Jan-22	25-Jan-23
Oct-22	17.15	4248	4167	4352	3626	81.62
Dec-22	13.94	4091	4007	4114	3590	
Mar-23	19.25	4379	4315	4542	3672	

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