

Recent Update:

Sugar physical market continued to stable trend today in India. Sugar prices reported lower in the Delhi market at Rs. 3405/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 Jammu, Kashmir, Ladakh, Gilgit, Baltistan, Muzaffarabad, Himachal Pradesh, Uttarakhand, Punjab, Haryana, West Uttar Pradesh, and with lightening at isolated places over East Uttar Pradesh, West Madhya Pradesh, Tamil Nadu, Pondicherry & Karaikal.

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 Friday, Jan 27th, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
22-Mar	230127	20.76	21.03	20.55	20.96	0.28	62,155	339,245	3,068
23-May	230127	19.4	19.67	19.23	19.61	0.29	41,720	242,581	6,338
23-Jul	230127	18.59	18.82	18.48	18.79	0.26	17,312	149,350	769
23-Oct	230127	18.33	18.57	18.27	18.55	0.24	12,270	81,103	-44
24-Mar	230127	18.52	18.7	18.42	18.69	0.23	7,698	58,158	2478
24-May	230127	17.61	17.77	17.56	17.77	0.16	1120	16,757	9
24-Jul	230127	17.09	17.18	16.97	17.15	0.1	410	16,055	-5
24-Oct	230127	16.78	16.83	16.67	16.83	0.07	43	15,007	7
Total Volume and Open Interest							142,747	937,457	12,609

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Friday, Jan 27th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
23-Mar	230127	555	563.8	553.9	562.4	7.4	6,254	35,021	-107
23-May	230127	545.5	554.5	544.9	553.5	8.3	4,673	29,344	1258
23-Aug	230127	527.9	537.7	527.9	536.7	8.5	2413	14,125	539
23-Oct	230127	514.6	523.3	514.6	522.5	7.2	922	8,924	359
23-Dec	230127	508.7	512.7	507.5	512.7	5.6	245	3,914	137
Total Volume and Open Interest							14,788	94,741	2382

Source: MRCI

DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			28-Jan-23	27-Jan-23	
Delhi	Delhi	M-Grade	3405	3410	-5
	Delhi	S-Grade	3385	3390	-5
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)			28-Jan-23	27-Jan-23	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3100	3125	-25
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	3000	3000	Unch

	Muzaffarnagar	Khurpa (Fresh)	2850	2878	-28
	Muzaffarnagar	Laddoo (Fresh)	3100	3138	-38
	Muzaffarnagar	Rascut (Fresh)	2400	2425	-25
	Hapur	Chaurasa	2800	2800	Unch
	Hapur	Balti	3000	3000	Unch
Karnataka	Bangalore	Mudde (Average)	NA	NA	-
	Belgaum	Mudde (Average)	3400	3400	Unch
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	NA	2850	-
	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
		27-Jan-23	19-Jan-23	26-Dec-22	28-Jan-22	27-Jan-23
Oct-22	13.12	3388	3217	3375	2995	81.54
Mar-23	25.29	3828	3587	3888	3056	
May-23	19.45	3582	3355	3614	2998	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		27-Jan-23	19-Jan-23	26-Dec-22	28-Jan-22	27-Jan-23
Oct-22	21.49	4376	4167	4352	3602	81.54
Dec-22	16.69	4181	4007	4114	3583	
Mar-23	23.78	4513	4315	4542	3646	



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