

**Recent Update:**

**Sugar physical market continued to stable trend today in India.** Sugar prices reported stable in the Delhi market at Rs. 3405/qtl and in Kolhapur prices remained stable at Rs. 3300 per quintal.

As per sources, Maharashtra are set to stop cane crushing 45 to 60 days earlier than last year as heavy rain has curtailed sugarcane availability. Maharashtra could produce 12.8 MT of sugar in the current season 2022-23.

India has allowed sugar mills to export only 6.1 MT of the sweetener in the current season and out of that mills have already contracted to export 5.7 MT.

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 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.

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

Light to moderate rainfall very likely over Punjab, Haryana, west Uttar Pradesh, Madhya Maharashtra. Rainfall at isolated places over Gujarat, West Maharashtra, Andhra Pradesh and Tamil Nadu.

### 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)									
<a href="#">22-Mar</a>	230127	20.76	21.03	20.55	20.96	0.28	62,155	339,245	3,068
<a href="#">23-May</a>	230127	19.4	19.67	19.23	19.61	0.29	41,720	242,581	6,338
<a href="#">23-Jul</a>	230127	18.59	18.82	18.48	18.79	0.26	17,312	149,350	769
<a href="#">23-Oct</a>	230127	18.33	18.57	18.27	18.55	0.24	12,270	81,103	-44
<a href="#">24-Mar</a>	230127	18.52	18.7	18.42	18.69	0.23	7,698	58,158	2478
<a href="#">24-May</a>	230127	17.61	17.77	17.56	17.77	0.16	1120	16,757	9
<a href="#">24-Jul</a>	230127	17.09	17.18	16.97	17.15	0.1	410	16,055	-5
<a href="#">24-Oct</a>	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)									
<a href="#">23-Mar</a>	230127	555	563.8	553.9	562.4	7.4	6,254	35,021	-107
<a href="#">23-May</a>	230127	545.5	554.5	544.9	553.5	8.3	4,673	29,344	1258
<a href="#">23-Aug</a>	230127	527.9	537.7	527.9	536.7	8.5	2413	14,125	539
<a href="#">23-Oct</a>	230127	514.6	523.3	514.6	522.5	7.2	922	8,924	359
<a href="#">23-Dec</a>	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			31-Jan-23	30-Jan-23	
Delhi	Delhi	M-Grade	3405	3405	Unch
	Delhi	S-Grade	3385	3385	Unch
Uttar Pradesh	Khatauli	M-Grade	3550	3560	-10
	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	3606	3606	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)			31-Jan-23	30-Jan-23	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3000	3100	-100
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	6000	NA	-
	Muzaffarnagar	Khurpa (Fresh)	2750	2850	-100
	Muzaffarnagar	Laddoo (Fresh)	3050	3100	-50
	Muzaffarnagar	Rascut (Fresh)	2388	2400	-13
	Hapur	Chaurasa	2900	2900	Unch
	Hapur	Balti	3020	3040	-20
Andhra Pradesh	Chittur	Gold	0	NR	-
		White	0	NR	-
		Black	0	NR	-
Maharashtra	Latur	Lal Variety	NA	NA	-
Karnataka	Bangalore	Mudde (Average)	4750	4750	Unch
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	NA	2800	-
	Mahalingapura	Penti (Average)	NA	3500	-
	Mandya	Achhu (Medium)	3300	3260	40
	Mandya	Kurikatu (Medium)	3200	3200	Unch
	Mandya	Other (Medium)	3380	3300	80
	Mandya	Yellow (Medium)	3280	3250	30
	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
		30-Jan-23	25-Jan-23	29-Dec-22	28-Jan-22	31-Jan-23
Oct-22	15.05	3446	3296	3327	2995	81.73
Mar-23	26.96	3879	3677	3765	3056	
May-23	21.38	3640	3444	3510	2998	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		30-Jan-23	25-Jan-23	29-Dec-22	28-Jan-22	31-Jan-23
Oct-22	23.20	4438	4248	4286	3602	81.73
Dec-22	18.33	4239	4091	4085	3583	
Mar-23	25.55	4578	4379	4457	3646	

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