

Recent Update:

Sugar physical market continued to mostly steady to firm trend today in India. Sugar prices reported higher by Rs. 5/qtl in the Delhi market at Rs. 3420/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.

As is the practice, ISMA procured satellite images of cane area in the 2nd week of Jan' 2023. The satellite pictures have given a good idea of the area already harvested and remaining unharvested area in the fields across the country.

S.No	States	Sugarcane Acreage		% Change over last year
		Lakh Hectares		
		2021-22	2022-23	
1	Uttar Pradesh	23.1	23.8	3%
2	Maharashtra	13.5	14.5	7%
3	Karnataka	5.9	6.5	11%
4	Tamil Nadu	2.6	2.9	11%
5	Gujarat	2.1	2.2	6%
6	Others	8.7	9.1	5%
7	Total	55.9	59	6%

SOURCE- ISMA ISMA estimates sugar production in 2022-23 at around 340 lakh tons of sugar.

S.No	States	2021-22		2022-23			
		Estimate d sugar productio n	Estimated sugar diversion	Actual sugar production	Estimated sugar production	Estimated sugar diversion	Actual sugar production
		BEFORE DIVERSIO N		AFTER DIVERSION	BEFORE DIVERSION		AFTER DIVERSION
		Lac tons	Lac tons	Lac tons	Lac tons	Lac tons	Lac tons
1	Uttar Pradesh	114	12	102	117	16	101

2	Maharashtra	148	11	137	136	15	121
3	Karnataka	68	7.5	60	67	11	56
4	Tamil Nadu	13	1.5	13	16	3	16
5	Gujarat	12		12	12		12
6	Others	35		34	37		34
7	Total	390	32	358	385	45	340

Post diversion of 45 lac tons to ethanol due to diversion of cane juice / syrup and B-molasses to ethanol, ISMA estimates sugar production in 2022-23 at around 340 lakh tons of sugar.

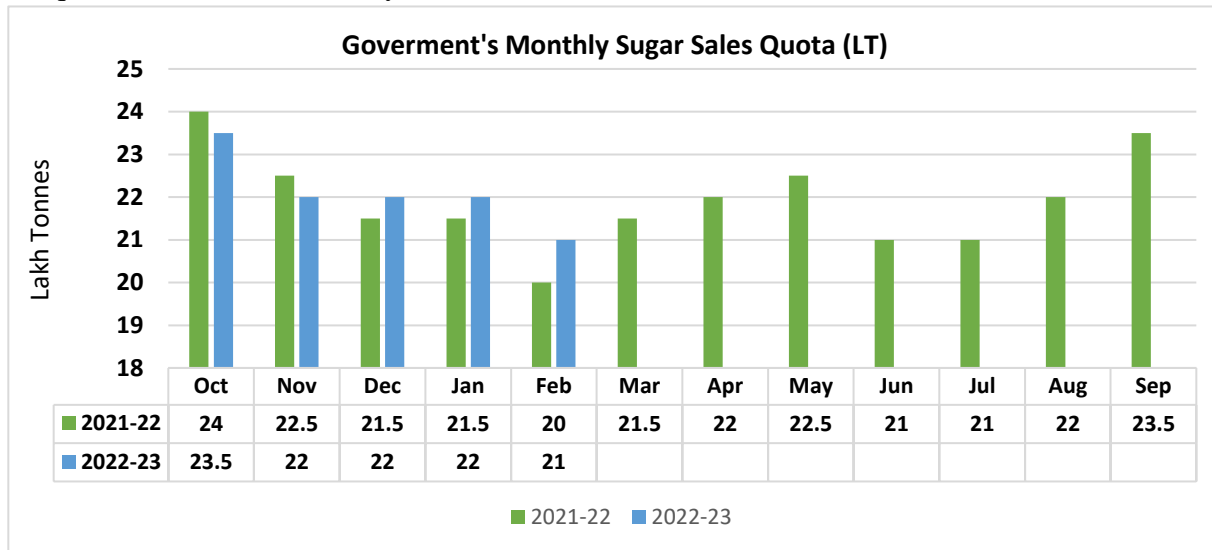
In the current season, 520 mills started their operations so far against 510 mills which operated last season, as on 31st January'2023. On the corresponding date, 4 mills have closed their crushing operations in the current season, while 516 sugar mills were still operating in the country. However, in the last season 2021-22, 1 mill had closed its crushing operations and 509 mills were operating on the corresponding date.

S.No.	State	No. of Working Factories		Net estimated Sugar Production (without Diversion)		Estimated Sugar Diversion into ethanol upto 31 st January		Actual Sugar Production (after Diversion)	
		2022-23	2021-22	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22
1	Uttar Pradesh	117	120	58.3	55.9	7.3	5.6	51.0	50.3
2	Maharashtra	199	194	81.1	78.1	7.3	5.2	73.8	72.9
3	Karnataka	73	72	46.5	43.6	7.1	4.8	39.4	38.8
4	Others*	127	123	30.2	25.8	0.9	0.7	29.3	25.1
Total		516	509	216.1	203.4	22.6	16.3	193.5	187.1
Difference		7		12.7		6.3		6.4	

SOURCE- ISMA

Domestic Sales Quota:

In a notification issued on 31st day of January 2023, the food ministry has allocated 21 LMT monthly sugar quota for February 2023 to 554 sugar mills which is higher than 1 LMT in comparison to the quota allocated in February 2022.

**Weather Forecast**

Rise in min. temp. by 2-3 degree Celsius very likely over many parts of Northwest India during next three days and no significant change thereafter.

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	230202	21.36	21.77	21.3	21.66	0.29	1,02,047	3,40,053	-1,287
23-May	230202	20.1	20.45	20.04	20.39	0.27	79,793	2,66,531	8,212
23-Jul	230202	19.27	19.63	19.21	19.6	0.31	46,433	1,70,114	9474
23-Oct	230202	19.02	19.42	19	19.41	0.36	19,835	83,397	1602
24-Mar	230202	19.06	19.45	19.06	19.44	0.32	11,943	64,851	3188
24-May	230202	18.08	18.43	18.03	18.42	0.33	3446	18,865	932
24-Jul	230202	17.34	17.7	17.34	17.7	0.3	1678	16,575	-388
24-Oct	230202	17	17.3	17	17.3	0.24	568	15,547	254
Total Volume and Open Interest							2,65,991	9,95,391	22,045

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	230202	560	569	553.7	566.8	4.1	8,896	28,799	-2342
23-May	230202	556	567.4	554	566.5	6.7	9,531	38,441	4216
23-Aug	230202	541.8	552.9	540	552.5	7.3	3134	14,857	368
23-Oct	230202	531.5	539.9	527.7	539.3	7.6	742	10,049	45
23-Dec	230202	521	530.4	519.5	530.3	7.2	266	4,624	147
Total Volume and Open Interest							22,806	1,00,556	2512

Source: MRCI

DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			03-Feb-23	02-Feb-23	
Delhi	Delhi	M-Grade	3420	3415	5
	Delhi	S-Grade	3400	3395	5
Uttar Pradesh	Khatauli	M-Grade	3550	3560	-10
	Ramala	M-Grade	3425	3460	-35
	Dhampur	M-Grade Ex-Mill	3543	3465	78
	Dhampur	S-Grade Ex-Mill	3523	3445	78
	Dhampur	L-Grade Ex-Mill	3593	3515	78
Maharashtra	Mumbai	M-Grade	3630	3606	24
	Mumbai	S-Grade	3430	3420	10
	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)	3780	3780	Unch
	Vijayawada	S-Grade (With Duty)	3740	3740	Unch
West Bengal	Kolkata	M-Grade	3750	3750	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3400	3400	Unch

	Dindigul	M-Grade (DCA)	3750	3750	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)			03-Feb-23	02-Feb-23	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3088	3090	-3
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	3000	2000	1000
	Muzaffarnagar	Khurpa (Fresh)	2750	2738	13
	Muzaffarnagar	Laddoo (Fresh)	2975	2975	Unch
	Muzaffarnagar	Rascut (Fresh)	2425	2425	Unch
	Hapur	Chaurasa	NA	NA	-
	Hapur	Balti	NA	NA	-
Andhra Pradesh	Chittur	Gold	NR	NR	-
		White	NR	NR	-
		Black	NR	NR	-
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)	3000	3000	Unch
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	3300	3350	-50
	Mandya	Kurikatu (Medium)	3200	3300	-100
	Mandya	Other (Medium)	3300	3300	Unch
	Mandya	Yellow (Medium)	3250	3230	20
	Shimoga/Shivamogga	Achhu (Average)	3600	3600	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
		2-Feb-23	27-Jan-23	2-Jan-23	2-Feb-22	3-Feb-23
Oct-22	17.17	3563	3388	3298	2942	82.22
Mar-23	26.67	3976	3828	3709	3006	
May-23	22.24	3743	3582	3464	2952	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		2-Feb-23	27-Jan-23	2-Jan-23	2-Feb-22	3-Feb-23
Oct-22	24.29	4528	4376	4260	3543	82.22
Dec-22	20.51	4346	4181	4062	3520	
Mar-23	25.69	4642	4513	4415	3592	

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