

**Recent Update:**

**Sugar physical market showed a mostly steady trend today in India.** Sugar prices reported down by Rs. 10/qtl in the Delhi market at Rs. 3420/qtl while in Kolhapur prices traded stable at Rs. 3275 per quintal.

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 DIVERSION		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	<b>Total</b>	<b>390</b>	<b>32</b>	<b>358</b>	<b>385</b>	<b>45</b>	<b>340</b>

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 <sup>st</sup> 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
<b>Total</b>		<b>516</b>	<b>509</b>	<b>216.1</b>	<b>203.4</b>	<b>22.6</b>	<b>16.3</b>	<b>193.5</b>	<b>187.1</b>
<b>Difference</b>		<b>7</b>		<b>12.7</b>		<b>6.3</b>		<b>6.4</b>	

SOURCE- ISMA

### Weather Forecast

Fall in min temperature by about 2 degrees Celsius is very likely over many parts of Northwest India till 8<sup>th</sup> Feb, 2023 however after that it may rise by 2-10 degree Celsius till 10<sup>th</sup> Feb, 2023. However overall dry weather is likely over most of the parts of the country.

### 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.

### 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 Tuesday February 07, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
<a href="#">23-Mar</a>	230207	20.78	21.05	20.5	20.84	0.18	71,714	3,11,783	-10,530
<a href="#">23-May</a>	230207	19.59	19.87	19.43	19.68	0.18	55,713	2,91,239	9,190
<a href="#">23-Jul</a>	230207	18.98	19.21	18.83	19.05	0.16	28,980	1,72,916	1128
<a href="#">23-Oct</a>	230207	18.87	19.1	18.76	18.98	0.16	19,106	86,830	2303
<a href="#">24-Mar</a>	230207	18.95	19.16	18.82	19.05	0.15	10,020	75,726	1796
<a href="#">24-May</a>	230207	18	18.18	17.91	18.09	0.12	1359	22,271	1015
<a href="#">24-Jul</a>	230207	17.34	17.5	17.26	17.43	0.12	675	17,326	150

<a href="#">24-Oct</a>	230207	16.95	17.15	16.9	17.06	0.13	404	15,886	15
Total Volume and Open Interest							1,88,008	10,13,556	5,146

Source: MRCI

**International Sugar Futures LIFFE (US \$/MT)**

Daily Futures Price Listing Tuesday February 07, 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>	230207	552.6	561.1	548.4	558.4	8.8	8,754	18,937	-2488
<a href="#">23-May</a>	230207	553	559.4	550.6	555.6	3.6	9,283	42,327	63
<a href="#">23-Aug</a>	230207	539.8	543.7	536.6	540.8	3.3	2438	16,196	174
<a href="#">23-Oct</a>	230207	525.5	531.3	525	528.8	3.1	705	10,255	94
<a href="#">23-Dec</a>	230207	519.2	524	518.9	522.3	3.1	311	4,764	0
Total Volume and Open Interest							21,663	96,999	-1687

Source: MRCI

**DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL**

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			08-Feb-23	07-Feb-23	
Delhi	Delhi	M-Grade	3420	3430	-10
	Delhi	S-Grade	3400	3410	-10
Uttar Pradesh	Khatauli	M-Grade	3560	3560	Unch
	Ramala	M-Grade	3415	3425	-10
	Dhampur	M-Grade Ex-Mill	3465	3465	Unch
	Dhampur	S-Grade Ex-Mill	3445	3445	Unch
	Dhampur	L-Grade Ex-Mill	3515	3515	Unch
Maharashtra	Mumbai	M-Grade	3616	3616	Unch
	Mumbai	S-Grade	3426	3426	Unch
	Nagpur	M-Grade	3400	3400	Unch
	Nagpur	S-Grade	3300	3300	Unch
	Kolhapur	M-Grade	3275	3275	Unch
	Kolhapur	S-Grade	3175	3175	Unch
Assam	Guhawati	S-Grade	3487	3487	Unch
Meghalaya	Shillong	S-Grade	3495	3495	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)	3900	3900	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
			08-Feb-23	07-Feb-23	
Jaggery(Gur)					
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3113	3088	25
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	6000	8000	-2000
	Muzaffarnagar	Khurpa (Fresh)	2725	2725	Unch
	Muzaffarnagar	Laddoo (Fresh)	3038	2963	75
	Muzaffarnagar	Rascut (Fresh)	2425	2400	25
	Hapur	Chaurasa	NA	NA	-
	Hapur	Balti	NA	NA	-
Andhra Pradesh	Chittur	Gold	NR	0	-
		White	NR	0	-
		Black	NR	0	-
Maharashtra	Latur	Lal Variety	NA	0	-
Karnataka	Bangalore	Mudde (Average)	NA	4750	-
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	2800	NA	-
	Mahalingapura	Penti (Average)	NA	3532	-
	Mandya	Achhu (Medium)	3320	3280	40
	Mandya	Kurikatu (Medium)	3270	3200	70
	Mandya	Other (Medium)	3230	3250	-20
	Mandya	Yellow (Medium)	3280	3250	30
	Shimoga/Shivamogga	Achhu (Average)	NA	3600	-

## INTERNATIONAL SUGAR PRICES

International Sugar Futures ICE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		7-Feb-23	31-Jan-23	6-Jan-23	7-Feb-22	7-Feb-23
Oct-22	18.84	3516	3517	3198	2958	82.69
Mar-23	27.81	3860	3984	3509	3020	
May-23	23.08	3645	3742	3315	2962	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		7-Feb-23	31-Jan-23	6-Jan-23	7-Feb-22	7-Feb-23
Oct-22	25.84	4472	4522	4117	3553	82.69
Dec-22	21.80	4319	4301	3979	3546	
Mar-23	27.71	4594	4684	4246	3598	

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