

Recent Update:

Sugar physical market showed a mixed trend today in India. Sugar prices reported up in the Delhi market by Rs. 5/qtl at Rs. 3425/qtl while Kolhapur market reported down by Rs. 25 per quinta at Rs. 3275 per quintal.

- India is not likely to allow additional export of the sweetener than the allowed export of six million tonnes (mt) for the ongoing sugar season.
- Over 35 lakh tonnes (lt) of sugar have been dispatched by sugar mills to ports and refineries in special economic zones (SEZs) for exports in the current season (October 2022-September 2023).
- According to the All-India Sugar Traders Association (AISTA), 27.83 LT of sugar have been physically exported out of the 35.87 LT dispatched by the mills.
- While 3.7 LT have been delivered to refineries in SEZs, considered as deemed exports and the remaining 4.24 LT is either being loaded or waiting to be loaded onto vessels.
- Bangladesh and Indonesia are the top buyers of Indian sugar purchasing 2.70 LT and 2.61 LT, respectively. Djibouti has imported 2.47 LT of Indian sugar, while Somalia has bought 2.46 LT.
- The United Arab Emirates follows next purchasing 2.06 LT, Sudan has bought 1.66 LT and Saudi Arabia 1.65 lt. Malaysia, Sri Lanka, China (1.12 LT), Iraq, Afghanistan and Cameroon are other significant importers of Indian sugar.

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

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.

S.No.	State	No. of Working Factories		Net estimated Sugar Production (without Diversio n)		Estimated Sugar Diversio n into ethanol upto 31 st January		Actual Sugar Production (afterDiversio n)	
		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

International Market

- Sugar prices in the global market are likely to remain higher around 19-22 US cents a pound for raws (RS 33.075-40.375 a tonne) due to lower production of the commodity in India and the European Union.

- According to the trade sources, the situation would remain the same despite an increase in sugar production in Brazil and Thailand.
- Sugar export from Thailand is expected to increase by 17% to 9 million tonnes in the 2022/23 production year compared to the last season. Thailand is expecting to produce 11.5 million tonnes of sugar by crushing 106 million tonnes of cane by the end of this season. Sugar output in Thailand was 10.15 million tonnes in 2021/22. The increases in global prices and sufficient rainfall has boosted the sugarcane production in the country. The sugar mills had crushed 92.07 million tonnes of cane and had exported 7.69 million tonnes of sugar. The domestic consumption of sugar is around 2.5 million tonnes in the country.
- Sugar production in Brazil is expected to increase by 7.6% to 38.1 million tonnes (mt) this season. Fitch Solutions Country Risk and Industry Research states that sugar prices would continue to remain higher over a lower supply of sugar in various parts of the globe. Sugar supply from the new crop might disappoint as the sugar stocks are low at present.

Weather Forecast

Fall in min temperature by about 2 to 3 degrees Celsius is very likely over many parts of East India during next 2 days and rise by 3 to 5 degrees Celsius during subsequent 3 days. However, no cold wave and no dense fog conditions very likely over the country during next five days.

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 Tue February 14, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
23-Mar	230214	21.27	21.6	21.18	21.57	0.37	1,06,022	1,84,184	-28,010
23-May	230214	19.72	20.04	19.64	20	0.32	1,02,539	3,66,832	12,673
23-Jul	230214	19.12	19.41	19.07	19.39	0.3	36,482	1,73,934	4336
23-Oct	230214	19.01	19.28	18.98	19.26	0.27	19,585	1,00,257	2807
24-Mar	230214	19.12	19.38	19.1	19.36	0.24	7,692	81,751	1199
24-May	230214	18.19	18.4	18.18	18.38	0.19	2218	23,869	389
24-Jul	230214	17.52	17.67	17.48	17.66	0.15	949	18,244	449
24-Oct	230214	17.3	17.31	17.1	17.3	0.14	511	16,081	162
Total Volume and Open Interest							2,76,552	9,85,540	-5,866

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Tue February 14, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
23-Mar	230214	560	570.3	560	569.7	10.7	7,281	47,714	855
23-May	230214	544.5	552.5	544.5	552.3	8.7	2,110	16,688	-25
23-Aug	230214	532.6	539.1	532.6	538.8	7.2	555	10,859	-11
23-Oct	230214	525.3	530.9	525.3	530.8	6.4	207	5,121	40
23-Dec	230214	519.6	523.9	519.6	523.9	6.2	130	3,625	4
Total Volume and Open Interest							15,340	90,663	-1353

Source: MRCI

DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			15-Feb-23	14-Feb-23	
Delhi	Delhi	M-Grade	3425	3420	5
	Delhi	S-Grade	3405	3400	5
Uttar Pradesh	Khatauli	M-Grade	3560	3550	10

	Ramala	M-Grade	3420	3405	15
	Dhampur	M-Grade Ex-Mill	3460	3460	Unch
	Dhampur	S-Grade Ex-Mill	3460	3460	Unch
	Dhampur	L-Grade Ex-Mill	3510	3510	Unch
Maharashtra	Mumbai	M-Grade	3610	3610	Unch
	Mumbai	S-Grade	3402	3412	-10
	Nagpur	M-Grade	3400	3425	-25
	Nagpur	S-Grade	3325	3325	Unch
	Kolhapur	M-Grade	3275	3300	-25
	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)	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
Jaggery(Gur)			15-Feb-23	14-Feb-23	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3128	3128	Unch
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	5000	5000	Unch
	Muzaffarnagar	Khurpa (Fresh)	2755	2755	Unch
	Muzaffarnagar	Laddoo (Fresh)	3038	3038	Unch
	Muzaffarnagar	Rascut (Fresh)	2525	2525	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	4750	-
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	2670	2600	70
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	3500	3470	30
	Mandya	Kurikatu (Medium)	3350	3200	150
	Mandya	Other (Medium)	3220	3210	10
	Mandya	Yellow (Medium)	3370	3330	40
	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
		14-Feb-23	7-Feb-23	13-Jan-23	14-Feb-22	14-Feb-23
Oct-22	18.72	3568	3516	3197	3006	82.71
Mar-23	30.32	3996	3860	3598	3066	
May-23	23.98	3705	3645	3358	2989	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		14-Feb-23	7-Feb-23	13-Jan-23	14-Feb-22	14-Feb-23
Oct-22	25.00	4456	4472	4147	3565	82.71
Dec-22	19.76	4333	4319	3988	3618	
Mar-23	26.92	4568	4594	4301	3599	



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