

Recent Update:

Sugar physical market showed a stable trend today in India. Sugar prices in the Delhi market traded lower at Rs. 3410/qtl as compared to Saturday evening whereas Kolhapur market remained stable at Rs. 3275 per quintal.

In the current season, 522 mills started their operations so far against 516 mills which operated last season, as on 15th February'2023. About 17 sugar mills have closed their crushing operations for the 2022-23 season.

Sugar Production as on 15th February 2023

S.No.	State	No. of Working Factories		Net estimated Sugar Production (without Diversion)		Estimated Sugar Diversion into ethanol upto 15 th February		Actual Sugar Production (after Diversion)	
		2022-23	2021-22	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22
1	Uttar Pradesh	116	117	69.8	66.4	8.6	6.5	61.2	59.9
2	Maharashtra	198	197	94.1	92.3	8.2	6.1	85.9	86.2
3	Karnataka	66	71	54.1	50.8	8.0	5.4	46.1	45.4
4	Others*	125	119	36.2	31.4	1.0	0.7	35.2	30.7
Total		505	504	254.2	240.9	25.8	18.7	228.4	222.2
Difference		1		13.3		7.1		6.2	

SOURCE- ISMA

As per govt. 2nd Adv. estimates, the total sugarcane production in the country for the 2022-23 year will reach a record high of 4687.89 lakh tonne, representing an increase of 293.64 lakh tonne from previous year production of 4394.25 lakh tonne.

Govt to decide on raising sugar export quota in March after assessing output estimate. The government will take a call next month on increasing the sugar export quota from the present 60 lakh tonnes for the current marketing year after assessing the domestic production.

The food ministry has allowed 60 lakh tonnes of sugar exports for the current 2022-23 marketing year (October-September), which is expected to see a drop in the sugar production.

India exported a record 110 lakh tonnes of sugar in the previous year. the sugar production is estimated to be lower in the 2022-23 marketing year because of bad weather in some producing states.

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 production	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	Total	390	32	358	385	45	340

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

International Market

Sugar production in Philippines is likely to be lower for 2023 as per the Sugar Regulatory Administration (SRA). As per the board, the raw sugar production is likely to be 1.831 million metric tons (MT) in the crop year 2022-23.

Earlier the estimates of sugar production were 1.834 million MT. The total raw sugar withdrawal would be 2.03 million MT this year.

The price of refined sugar in the retail market is expected to go down to P85 per kilo. As per the Department of Agriculture (DA), the retail price of refined sugar was P110 per kilo.

Weather Forecast

Light Heavy rainfall at isolated places over Arunachal Pradesh. Thunderstorm accompanied with lightening at isolated places over Arunachal Pradesh, Nagaland, Assam and Meghalaya.

Jaggery:

GST Council has reduced tax on liquid jaggery, GST rate has been reduced to Rab, the kind of liquid jaggery between nil to 5 per cent. If it's sold loose, it will be nil and if it's pre-packaged and labelled, it will be 5 percent.

As per AgriWatch sources, Jaggery-making units in Uttar Pradesh are working on a lower scale as winter season will end in coming 1 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:

Ethanol production in Uttar Pradesh is likely to cross the 135 crore liters mark during the ongoing fiscal as more distilleries are engaged in producing ethanol in the last year. The distilleries in the state have produced 97 crore liters of ethanol during the 2021-22 fiscal.

Since last year the number of distilleries producing ethanol has increased. The distillers have till November 30 produced 88 crore liter of ethanol and we are expecting the overall production to go up by 40% during the ongoing fiscal.

International Sugar Futures ICE (US Cent/lb)

Daily Futures Price Listing Fri February 17, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
23-Mar	230217	21.45	21.69	21.35	21.41	-0.04	75,658	1,06,333	-38,249
23-May	230217	19.7	20	19.65	19.8	0.03	80,728	3,80,891	1,477
23-Jul	230217	19.2	19.46	19.14	19.32	0.04	36,750	1,81,708	3355
23-Oct	230217	19.12	19.32	19.06	19.21	0.02	10,854	1,06,212	2317
24-Mar	230217	19.24	19.42	19.19	19.34	0.02	5,363	85,500	1714
24-May	230217	18.25	18.38	18.22	18.33	-0.01	556	24,178	29
24-Jul	230217	17.62	17.64	17.53	17.63	0.01	295	18,696	29
24-Oct	230217	17.25	17.28	17.18	17.28	0.02	104	16,340	13
Total Volume and Open Interest							2,10,347	9,40,322	-29,313

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Fri February 17, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
23-Mar	230217	566.7	572.3	565.3	568	0.4	3,865	47,818	191
23-May	230217	548.6	553.5	548	550.3	0.4	1,459	16,519	-332
23-Aug	230217	534.7	539.2	533.9	536.3	0.1	703	10,977	-148
23-Oct	230217	525.8	529	525.8	526.3	-2.1	139	5,306	36
23-Dec	230217	520	522.2	519.1	519.5	-2.5	67	3,791	34
Total Volume and Open Interest							6,233	85,559	-219

Source: MRCI

DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			20-Feb-23	18-Feb-23	
Delhi	Delhi	M-Grade	3410	3425	-15
	Delhi	S-Grade	3390	3405	-15
Uttar Pradesh	Khatauli	M-Grade	3560	3560	Unch
	Ramala	M-Grade	3420	3420	Unch
	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	3396	3400	-4
	Nagpur	M-Grade	3400	3400	Unch
	Nagpur	S-Grade	3325	3325	Unch
	Kolhapur	M-Grade	3275	3275	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	3800	3800	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)			20-Feb-23	18-Feb-23	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3153	3150	3
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	8000	6000	2000
	Muzaffarnagar	Khurpa (Fresh)	2713	2750	-38

	Muzaffarnagar	Laddoo (Fresh)	2975	3000	-25
	Muzaffarnagar	Rascut (Fresh)	2500	2450	50
	Hapur	Chaurasa	NA	2920	-
	Hapur	Balti	NA	3050	-
Andhra Pradesh	Chittur	Gold	NR	NR	-
		White	NR	NR	-
		Black	NR	NR	-
Maharashtra	Latur	Lal Variety	0	NA	-
Karnataka	Bangalore	Mudde (Average)	4750	NA	-
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	NA	NA	-
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	NA	NA	-
	Mandya	Kurikatu (Medium)	NA	NA	-
	Mandya	Other (Medium)	NA	NA	-
	Mandya	Yellow (Medium)	NA	NA	-
	Shimoga/Shivamogga	Achhu (Average)	3700	NA	-

INTERNATIONAL SUGAR PRICES

International Sugar Futures ICE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		17-Feb-23	10-Feb-23	18-Jan-23	18-Feb-22	17-Feb-23
Oct-22	19.83	3563	3555	3244	2973	82.80
Mar-23	29.89	3971	3991	3625	3057	
May-23	24.08	3672	3707	3390	2960	

International Sugar Futures LIFFE

(Rs/Qtl)



Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		17-Feb-23	10-Feb-23	18-Jan-23	18-Feb-22	17-Feb-23
Oct-22	28.24	4556	4545	4212	3553	82.80
Dec-22	21.24	4358	4379	4047	3594	
Mar-23	31.12	4703	4681	4366	3587	

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