

**Recent Update:**

**Sugar physical market showed a stable trend today in India.** Sugar prices in the Delhi market traded stable at Rs. 3400/qtl as compared to yesterday evening, Kolhapur market too remained stable at Rs. 3250 per quintal.

Around 528 sugar mills started their operations in the 2022-23 season as against 516 mills that operated last season. Till 15th February'2023, about 61 sugar mills have closed their crushing operations for the 2022-23 season, while 467 sugar mills are still operating in the country.

During the previous 2021-22 season, around 32 sugar mills had closed their crushing operation and 484 mills were functioning on the corresponding date.

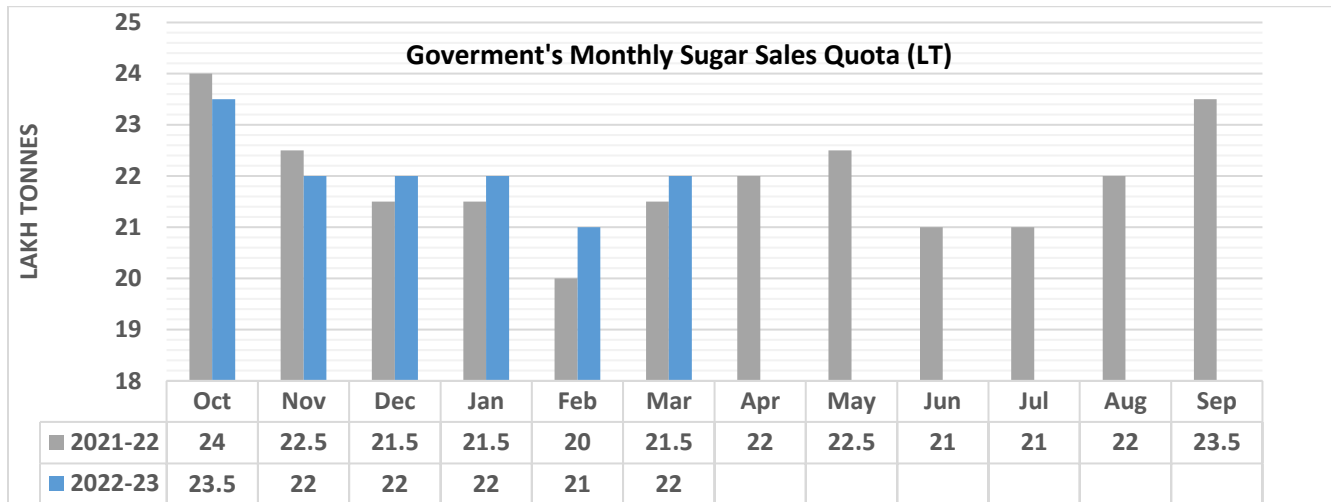
**Sugar Production as on 28<sup>th</sup> February 2023**

S.No.	State	No. of Working Factories		Net estimated Sugar Production (without Diversion)		Estimated Sugar Diversion into ethanol		Actual Sugar Production (after Diversion)	
		2022-23	2021-22	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22
1	Uttar Pradesh	113	112	79.7	76.3	9.7	7.7	70.0	68.6
2	Maharashtra	180	197	104.2	104.4	9.0	7.2	95.2	97.2
3	Karnataka	52	60	60.0	57.1	8.8	6.3	51.2	50.8
4	Others*	122	115	42.2	37.1	1.0	0.7	41.2	36.4
<b>Total</b>		<b>467</b>	<b>484</b>	<b>286.1</b>	<b>274.9</b>	<b>28.5</b>	<b>21.9</b>	<b>257.6</b>	<b>253.0</b>
<b>Difference</b>		<b>-17</b>		<b>11.2</b>		<b>6.6</b>		<b>4.6</b>	

\*Others include -Tamil Nādu, Gujarat, A.P., Telangana, Bihar, Punjab, Haryana, Rajasthan, M.P., Chhattisgarh, Uttarakhand & Odisha

Source- ISMA: unit-Lakh tonne

The food ministry has allocated higher monthly sale quota for March 2023. About 22 LMT of monthly sales quota has been allocated for March 2023, which is 0.5 LMT higher than the monthly sales quota for March 2022. With the increasing temperature and early summer season, sugar demand is likely to increase in the coming month.



### International Market

The National Board of Revenue (NBR), Bangladesh has withdrawn import duty on both raw and refined sugar. NBR has issued a notification to withdraw a 3,000 taka (about \$28) specific duty on the import of raw sugar and a 6000 taka duty on refined sugar per tonne with immediate effect. The regulatory duty on the import of sugar was also reduced to 25% from 30%. This government decision will help in maintaining the prices in the domestic market.

International Sugar Organization has revised the sugar production estimated to rise from 172.52 million tonne to 180.43 million tonne for the 2022-23 season. Meanwhile, consumption is projected to rise to 176.280 million tonne, up from 174.773 million tonnes last season. The projected trade balance has a surplus of 0.404 million tonne in 2022-23 season and 0.765 million tonnes in 2021-22 season.

ISO's fundamental view has changed from neutral-to-bearish to neutral for the next three months. In mid-January, raw sugar prices rose sharply supported by speculators re-establishing long positions. Meanwhile, the market continues to face a futures board in backwardation.

World Sugar Balance Sheet				
Details	Season		Difference	
	2022-23	2021-22	In Million Tonne	Precentage Change
Production	180.431	172.526	7.905	4.58
Consumption	176.280	174.773	1.507	0.86
Surplus/Deficit	4.151	-2.247		
Import	63.863	63.968	-0.105	-0.16
Export	64.548	64.372	0.176	0.27

Ending Stock	103.386	99.920	3.466	3.47
Stock/Consumption ratio (%)	58.65	57.17		

Source: ISO; Unit: Million Tonne

### Weather Forecast

Indian Metrological Department has released its seasonal outlook for hot weather for the coming months, as per that, during the upcoming hot weather season (March to May), above normal maximum temperatures are likely over most parts of northeast India, east and central India and some parts of northwest India. Normal to below normal maximum temperatures are most likely over the remaining parts of the country.

Thunderstorms accompanied with lightening at isolated places over East Rajasthan, West Madhya Pradesh and Madhya Maharashtra.

### Jaggery:

As per AgriWatch sources, overall jaggery stock is around 1.25 lakh quintal higher than the previous season in the Muzzafarnagar market.

Muzaffarnagar Stock Update Jaggery		
	28-02-22	27-02-23
Chaku	390569	430171
Papdi	47292	104922
Rascut	14652	34890
Shakar	96	99
Ladoo	411	812
Khurpa	11101	15548
Chausa	36919	44242
Robotin	162463	158296
<b>Total</b>	<b>663503</b>	<b>788980</b>
<b>Surplus</b>	<b>125477</b>	

The Jaggery arrivals in Anakapalle have declined by around 30-40% in the 2022-23 season as compared to the previous season. About 6,000-8,000 jaggery lumps are arriving per day against the previous season of 10,000-14,000. The major reason behind the lower arrivals is lower production as farmers have switched to other crops from Anakapalle and Vizianagaram districts.

Ethanol:

World ethanol production in 2022 is estimated to have reached 109.4 billion liters, up from 104.6 billion liters in 2021. For 2023, ethanol output is expected to recover further, reaching 111.8 billion liters. Meanwhile ethanol consumption is expected to be at 104.2 billion liters in 2022, revised lower from 104.5 billion liters. Consumption in 2023 is expected to rise to 106.9 billion liters, driven by increases in India.

**International Sugar Futures ICE (US Cent/lb)**

Daily Futures Price Listing Tuesday, Feb 02nd, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
<a href="#">23-May</a>	230302	20.57	20.62	20.2	20.31	-0.26	52,032	401,944	-1,649
<a href="#">23-Jul</a>	230302	20.02	20.04	19.66	19.75	-0.27	25,571	204,628	563
<a href="#">23-Oct</a>	230302	19.78	19.85	19.5	19.56	-0.31	14,581	116,574	2120
<a href="#">24-Mar</a>	230302	19.87	19.95	19.61	19.67	-0.3	6,034	92,714	963
<a href="#">24-May</a>	230302	18.81	18.84	18.59	18.64	-0.25	2,644	25,710	-82
<a href="#">24-Jul</a>	230302	18.1	18.1	17.84	17.93	-0.17	1363	20,534	456
<a href="#">24-Oct</a>	230302	17.65	17.65	17.43	17.53	-0.15	642	17,532	291
<a href="#">25-Mar</a>	230302	17.6	17.6	17.41	17.52	-0.12	115	12,092	56
Total Volume and Open Interest							103,036	901,119	-13,515

Source: MRCI

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

Daily Futures Price Listing Tuesday, Mar 02nd 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
<a href="#">23-May</a>	230302	576.1	580	568.4	572.8	-3.1	6,225	47,185	-640
<a href="#">23-Aug</a>	230302	562.2	564.8	555.3	559.5	-3.3	3,001	17,508	303
<a href="#">23-Oct</a>	230302	550.1	551.4	541.9	545.6	-5.3	1594	11,671	-1
<a href="#">23-Dec</a>	230302	541.4	541.8	534.4	536.7	-5.6	693	6,723	343
<a href="#">24-Mar</a>	230302	534.8	535.5	528.9	531.5	-5.5	271	4,074	-20

Total Volume and Open Interest

11,784

88,285

-15

Source: MRCI

## DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

## Sugar Prices at Key Spot Markets:

Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			3-Mar-23	2-Mar-23	
Delhi	Delhi	M-Grade	3400	3400	Unch
	Delhi	S-Grade	3380	3380	Unch
Uttar Pradesh	Khatauli	M-Grade	3510	3510	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	3616	3616	Unch
	Mumbai	S-Grade	3396	3396	Unch
	Nagpur	M-Grade	3375	3375	Unch
	Nagpur	S-Grade	3325	3325	Unch
	Kolhapur	M-Grade	3250	3250	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	3900	3900	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3400	3400	Unch
	Dindigul	M-Grade (DCA)	3750	3730	20
	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
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Jaggery(Gur)			3-Mar-23	2-Mar-23	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3125	3000	125
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	15000	12000	3000
	Muzaffarnagar	Khurpa (Fresh)	2975	2875	100
	Muzaffarnagar	Laddoo (Fresh)	3125	3200	-75
	Muzaffarnagar	Rascut (Fresh)	2525	2513	13
	Hapur	Chaurasa	2900	2900	Unch
	Hapur	Balti	3040	3050	-10
Karnataka	Bangalore	Mudde (Average)	4750	4750	Unch
	Belgaum	Mudde (Average)	NA	3400	-
	Gulbarga/Kalaburgi	Other (Average)	NA	2800	-
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	3650	3600	50
	Mandya	Kurikatu (Medium)	3400	3480	-80
	Mandya	Other (Medium)	3450	3470	-20
	Mandya	Yellow (Medium)	3550	3500	50
	Shimoga/Shivamogga	Achhu (Average)	3700	3600	100

## 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-Mar-23	23-Feb-23	31-Jan-23	3-Mar-22	2-Mar-23
Mar-23	17.03	3756	4001	3984	3209	82.55
May-23	15.08	3652	3771	3742	3173	
Jul-23	13.97	3617	3672	3575	3173	

International Sugar Futures LIFFE	(Rs/Qtl)	
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Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		2-Mar-23	23-Feb-23	31-Jan-23	3-Mar-22	2-Mar-23
Mar-23	20.04	4619	4756	4684	3848	82.55
May-23	19.65	4728	4391	4746	3952	
Aug-23	20.04	4619	4756	4684	3848	

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