

**Recent Update:**

**Sugar physical market showed a downward trend today in India.** Sugar prices in the Kolhapur market remained lower at Rs. 3400 per quintal. In Delhi market prices were down by Rs.90 per quintal at Rs. 3520 per quintal.

- According to National Federation of Cooperative Sugar Factories, till 31<sup>st</sup> March, 2023, sugar production in India has reached 298.70 lakh tonnes, which is comparatively lower than last year. Around 3033 lakh tonnes of sugarcane have been crushed which is 69 lakh tonnes less than the same date last year.
- Overall, the sugar production at the end of the season is expected to be about 325 lakh tonnes, which is almost 35 lakh tonnes less than last year's 359.25 lakh tonne.
- Maharashtra sugar production is likely to fall by 32 lakh tonne during the 2022-23 season. The unfavorable weather conditions have affected the sugarcane yield and recovery during the 2022-23 season. During the previous 2021-22 season sugar production was around 138 lakh tonnes which is likely to be lower at 106 lakh tonne by the 2022-23 season ending. Agriwatch has estimated sugar production down by 30% at 105 lakh tonne in Maharashtra for the 2022-23 season.
- Around 532 sugar mills started their operations in the 2022-23 season as against 518 mills that operated last season. Till 31<sup>st</sup> March'2023, about 338 sugar mills have closed their crushing operations for the 2022-23 season, while 194 sugar mills are still operating in the country.
- Indian Sugar Mills Association estimates sugar production in India at 299.6 lakh tonne till 31<sup>st</sup> March 2023 against 309 lakh tonne during the corresponding date last year.
- Overall, around 96 sugar mills are currently operating in the state. Sugar mills have crushed around 930 lakh tonne of sugarcane and sugar production has reached at 88.98 lakh tonne in the state.

**International Market**

- Sugar prices rise on surge in crude oil prices, NY sugar at 6.5-year high and London sugar at 10.5-year high.
- Tighter global sugar supplies support bullish prices.
- Reduced sugar production in India, Europe and increased sugar output in Brazil impact prices.
- Global supply of sugar is tightening, mainly due to reduced exports from India after rains hurt the sugar cane crop and as more sweetener is diverted to ethanol.
- Sugarcane production in Brazil is expected to be higher, but rains have delayed harvesting and port capacity may constrain supplies to the global market.
- Sugar prices in Pakistan's retail market have increased by Rs. 20 per kg within the past one month. In the wholesale market, sugar prices have jumped from Rs. 4,500 per 50-kg bag to Rs. 5,600 per bag.

**Weather Forecast**

Thunderstorms accompanied with lightning at isolated places over West Rajasthan, Madhya Maharashtra, Marathwada, Kerala & Mahe.

**Jaggery:**

Jaggery arrivals in Muzaffarnagar market have been affected due to heavy rainfalls since last 2 days. Whereas, Chaku prices remained higher at 3528 per quintal.

| Muzaffarnagar Stock Update<br>Jaggery | Stock As on Date (Quintal) |                |
|---------------------------------------|----------------------------|----------------|
|                                       | 03-Apr-23                  | 03-Apr-22      |
| Chaku                                 | 612870                     | 782495         |
| Rascut                                | 41768                      | 30923          |
| Papdi                                 | 145199                     | 136799         |
| Khurpa                                | 27528                      | 26618          |
| <b>Total</b>                          | <b>1150328</b>             | <b>1350053</b> |
| <b>Difference</b>                     | <b>199725</b>              |                |

**Ethanol:**

Tamil Nadu Ethanol Blending Policy 2023 aims to make the state self-sufficient in ethanol production, attract investments worth Rs. 5,000 crore, and benefit farmers and sugar factory owners. The policy allows the usage of multiple feedstocks, including grains, and provides clarity on taxation and licenses.

The sugar industry in Tamil Nadu faces supply-side challenges, and farmers' cost of production is high. The policy may provide additional income options for farmers and better profits for the sugar industry.

Shree Renuka Sugars, Athani plant has increased its ethanol production capacity from 300 klpd to 450 klpd and at Munoli plant, the increase is from 120 klpd to 500 klpd.

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

| Daily Futures Price Listing Thursday, Apr 06th, 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>                               | 230406 | 23.01 | 23.68 | 22.71 | 23.61 | 0.66   | 71,132       | 305,929   | -6,331 |
| <a href="#">23-Jul</a>                               | 230406 | 22.59 | 23.24 | 22.3  | 23.18 | 0.63   | 58,237       | 303,702   | 7,267  |
| <a href="#">23-Oct</a>                               | 230406 | 22.23 | 22.88 | 21.97 | 22.82 | 0.59   | 22,510       | 163,296   | 3830   |
| <a href="#">24-Mar</a>                               | 230406 | 22.13 | 22.68 | 21.82 | 22.63 | 0.56   | 10,487       | 117,502   | 1876   |
| <a href="#">24-May</a>                               | 230406 | 20.6  | 21    | 20.35 | 20.96 | 0.36   | 3,698        | 33,566    | 977    |
| <a href="#">24-Jul</a>                               | 230406 | 19.67 | 19.95 | 19.4  | 19.91 | 0.3    | 2321         | 29,440    | 734    |
| <a href="#">24-Oct</a>                               | 230406 | 19.02 | 19.29 | 18.79 | 19.25 | 0.26   | 3598         | 23,853    | 2266   |
| <a href="#">25-Mar</a>                               | 230406 | 18.79 | 19.06 | 18.65 | 19.05 | 0.21   | 1069         | 16,140    | 355    |
| Total Volume and Open Interest                       |        |       |       |       |       |        | 174,100      | 1,005,892 | 11,122 |

Source: MRCI

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

| Daily Futures Price Listing Thursday, Apr 06th 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>                              | 230406 | 665.5 | 676.5 | 651   | 673.2 | 9.3    | 10,297       | 24,914   | -4297  |
| <a href="#">23-Aug</a>                              | 230406 | 646.1 | 664   | 636.7 | 661.8 | 15     | 9,783        | 36,461   | 3821   |
| <a href="#">23-Oct</a>                              | 230406 | 630.4 | 646.9 | 623.7 | 645.1 | 14.5   | 3243         | 16,398   | 402    |
| <a href="#">23-Dec</a>                              | 230406 | 615.7 | 630.4 | 610.7 | 629.7 | 14     | 1621         | 8,544    | 343    |
| <a href="#">24-Mar</a>                              | 230406 | 603.9 | 615.7 | 598.2 | 615   | 13.1   | 420          | 5,758    | -30    |
| Total Volume and Open Interest                      |        |       |       |       |       |        | 25,613       | 94,299   | 351    |

Source: MRCI

## DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

| Sugar Prices at Key Spot Markets:                   |            |                        |                 |          |        |
|---|------------|------------------------|-----------------|----------|--------|
| Commodity   | Centre     | Variety                | Prices (Rs/Qtl) |          | Change |
| Sugar   |            |                        | 10-Apr-23       | 8-Apr-23 |        |
| Delhi   | Delhi      | M-Grade                | 3520            | 3610     | -90    |
|   | Delhi      | S-Grade                | 3500            | 3590     | -90    |
| Uttar Pradesh                                       | Khatauli   | M-Grade                | 3700            | 3700     | Unch   |
|   | Ramala     | M-Grade                | 3640            | 3640     | Unch   |
|   | Dhampur    | M-Grade Ex-Mill        | 3625            | 3615     | 10     |
|   | Dhampur    | S-Grade Ex-Mill        | 3605            | 3595     | 10     |
|   | Dhampur    | L-Grade Ex-Mill        | 3675            | 3665     | 10     |
| Maharashtra   | Mumbai     | M-Grade                | 3676            | 3662     | 14     |
|   | Mumbai     | S-Grade                | 3556            | 3526     | 30     |
|   | Nagpur     | M-Grade                | 3525            | 3550     | -25    |
|   | Nagpur     | S-Grade                | 3425            | 3450     | -25    |
|   | Kolhapur   | M-Grade                | 3400            | 3425     | -25    |
|   | Kolhapur   | S-Grade                | 3300            | 3325     | -25    |
| Assam   | Guhawati   | S-Grade                | 3613            | 3639     | -25    |
| Meghalaya   | Shillong   | S-Grade                | 3620            | 3645     | -25    |
| Andhra Pradesh                                      | Vijayawada | M-Grade (With Duty)    | 3900            | 3900     | Unch   |
|   | Vijayawada | S-Grade (With Duty)    | 3800            | 3800     | Unch   |
| West Bengal   | Kolkata    | M-Grade                | 3950            | 3950     | Unch   |
| Tamil Nadu  | Chennai    | S-Grade (With GST)     | 3500            | 3500     | Unch   |
|   | Dindigul   | M-Grade (DCA)          | 3810            | 3810     | 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) |            |                        |                 |          |        |

| Commodity     | Centre        | Variety     | Prices (Rs/Qtl) |          | Change |
|---------------|---------------|-------------|-----------------|----------|--------|
| Jaggery(Gur)  |               |             | 10-Apr-23       | 8-Apr-23 |        |
| Uttar Pradesh | Muzaffarnagar | Chaku Fresh | 3700            | 3580     | 120    |

|           |                    |                          |       |      |      |
|-----------|--------------------|--------------------------|-------|------|------|
|           | Muzaffarnagar      | Chaku(Arrival)(40kg Bag) | 10000 | 6000 | 4000 |
|           | Muzaffarnagar      | Khurpa (Fresh)           | 3200  | 3100 | 100  |
|           | Muzaffarnagar      | Laddoo (Fresh)           | 3600  | 3425 | 175  |
|           | Muzaffarnagar      | Rascut (Fresh)           | 2550  | 2700 | -150 |
|           | Hapur              | Chaurasa                 | NA    | 2640 | -    |
|           | Hapur              | Balti                    | NA    | 2760 | -    |
| Karnataka | Bangalore          | Mudde (Average)          | 4850  | NA   | -    |
|           | Mandya             | Achhu (Medium)           | NA    | 3800 | -    |
|           | Mandya             | Kurikatu (Medium)        | NA    | 3750 | -    |
|           | Mandya             | Other (Medium)           | NA    | 3700 | -    |
|           | Mandya             | Yellow (Medium)          | NA    | 3700 | -    |
|           | Shimoga/Shivamogga | Achhu (Average)          | NA    | NA   | -    |

## INTERNATIONAL MARKET

| International Sugar Futures ICE |                             |          |          |           | (Rs/Qtl) |            |
|---------------------------------|-----------------------------|----------|----------|-----------|----------|------------|
| Futures month                   | % Change over previous year | Today    | Week ago | Month Ago | Year Ago | RBI Dollar |
|                                 |                             | 9-Apr-23 | 2-Apr-23 | 10-Mar-23 | 9-Apr-22 | 9-Apr-23   |
| May-23                          | 25.59                       | 4328     | 4097     | 3887      | 3446     | 81.83      |
| Jul-23                          | 23.55                       | 4249     | 4020     | 3784      | 3439     |            |
| Oct-23                          | 20.91                       | 4183     | 3954     | 3742      | 3459     |            |

| International Sugar Futures LIFFE |                             |          |          |           | (Rs/Qtl) |            |
|-----------------------------------|-----------------------------|----------|----------|-----------|----------|------------|
| Futures month                     | % Change over previous year | Today    | Week ago | Month Ago | Year Ago | RBI Dollar |
|                                   |                             | 9-Apr-23 | 2-Apr-23 | 10-Mar-23 | 9-Apr-22 | 9-Apr-23   |
| May-23                            | 31.62                       | 5509     | 5182     | 4838      | 4185     | 81.83      |
| Oct-23                            | 30.98                       | 5416     | 5090     | 4737      | 4134     |            |
| Aug-23                            | 29.03                       | 5279     | 4976     | 4623      | 4091     |            |



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