

Recent Update:

Sugar physical market showed a stable 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.75 per quintal at Rs. 3505 per quintal.

- The Department of Food and Public Distribution has allocated an additional 2 LMT of sugar sales quota for April month as to avoid the price rise in near term. Earlier, the domestic prices have risen by Rs.100-150 per quintal within a month as the supply remained tight due to lower sales quota of 22 LMT.
- Sugar Exports from India set to almost halve to 6 million tons this year and could slump to as low as 4 million tons next season.
- Global supply of sugar is tightening, mainly due to India cutting exports after rains hurt the sugar cane crop and as more sweetener is diverted to biofuel.
- Domestic sugar prices have risen amidst tight supply, lower production expectations and increased summer demand in the market. The Sugar M-Grade at Kolhapur is trading at Rs.3400 per quintal which is around Rs.100/ quintal higher from the past week. Whereas, in Shamli market prices are around Rs.200 per quintal higher and were trading at Rs. 3600 per quintal.
- As per AgriWatch sources, prices have also risen due to lower sales quota for April month. (22 LMT)
- According to National Federation of Cooperative Sugar Factories, till 31st 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.

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

Hailstorm and Thunderstorms accompanied with lightning at isolated places over Konkan and Madhya Maharashtra. Thunderstorm accompanied with lightening at isolated places over Vidarbha, Gujarat state and Marathwada.

Jaggery:

Jaggery arrivals in Muzaffarnagar market were lower around 5000 (40kg bag). Whereas, Chaku prices remained higher at 3528 per quintal.

Muzaffarnagar Stock Update Jaggery	Stock As on Date (Quintal)	
	10-Apr-23	10-Apr-22
Chaku	633337	848337
Rascut	41944	33967
Papdi	145549	154350
Khurpa	27528	27954
Total	1180141	1451535
Difference	271394	

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 Tuesday, Apr 11th, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
23-May	230411	23.73	24.45	23.62	24.37	0.81	112,569	265,287	-24,039
23-Jul	230411	23.15	23.78	23.09	23.68	0.61	93,663	338,778	21,234
23-Oct	230411	22.84	23.42	22.8	23.33	0.58	24,791	167,424	2195
24-Mar	230411	22.68	23.25	22.65	23.18	0.56	13,915	118,737	333
24-May	230411	21.18	21.79	21.17	21.74	0.59	5,949	35,889	1732
24-Jul	230411	20.15	20.75	20.12	20.73	0.56	3155	31,684	1293
24-Oct	230411	19.45	20.02	19.44	20	0.51	1593	24,866	1073
25-Mar	230411	19.21	19.71	19.21	19.68	0.41	667	16,719	276
Total Volume and Open Interest							257,389	1,012,457	4,167

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Tuesday, Apr 11th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
23-May	230411	679	706.7	679	702.5	29.3	13,300	20,747	-4167
23-Aug	230411	665	690.2	665	679.9	18.1	13,492	37,881	1420
23-Oct	230411	648	665.9	648	659.8	14.7	4070	16,693	295
23-Dec	230411	633	645.9	633	642.7	13	1281	8,815	271
24-Mar	230411	617.5	630	617.5	627.7	12.7	645	6,099	341
Total Volume and Open Interest							33,061	92,566	-1733

Source: MRCI

DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			12-Apr-23	11-Apr-23	
Delhi	Delhi	M-Grade	3505	3580	-75
	Delhi	S-Grade	3485	3560	-75
Uttar Pradesh	Khatauli	M-Grade	3700	3700	Unch
	Ramala	M-Grade	3700	3640	60
	Dhampur	M-Grade Ex-Mill	3625	3625	Unch
	Dhampur	S-Grade Ex-Mill	3605	3605	Unch
	Dhampur	L-Grade Ex-Mill	3675	3675	Unch
Maharashtra	Mumbai	M-Grade	3690	3690	Unch
	Mumbai	S-Grade	3570	3576	-6
	Nagpur	M-Grade	3525	3525	Unch
	Nagpur	S-Grade	3425	3425	Unch
	Kolhapur	M-Grade	3400	3400	Unch
	Kolhapur	S-Grade	3300	3300	Unch
Assam	Guhawati	S-Grade	3613	3613	Unch
Meghalaya	Shillong	S-Grade	3620	3620	Unch
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3900	3900	Unch
	Vijayawada	S-Grade (With Duty)	3800	3800	Unch
West Bengal	Kolkata	M-Grade	4050	3950	100
Tamil Nadu	Chennai	S-Grade (With GST)	3575	3500	75
	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)					

Jaggery (Gur) Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Jaggery(Gur)			12-Apr-23	11-Apr-23	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3675	3700	-25
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	5000	5000	Unch

	Muzaffarnagar	Khurpa (Fresh)	3250	3250	Unch
	Muzaffarnagar	Laddoo (Fresh)	3675	3613	63
	Muzaffarnagar	Rascut (Fresh)	2830	2828	3
	Hapur	Chaurasa	3100	3100	Unch
	Hapur	Balti	3200	3200	Unch
Karnataka	Bangalore	Mudde (Average)	4800	4800	Unch
	Gulbarga/Kalaburgi	Other (Average)	NA	3100	-
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	4100	3950	150
	Mandya	Kurikatu (Medium)	3700	3650	50
	Mandya	Other (Medium)	3900	3650	250
	Mandya	Yellow (Medium)	3780	3850	-70
	Shimoga/Shivamogga	Achhu (Average)	3650	3600	50

INTERNATIONAL MARKET

International Sugar Futures ICE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		11-Apr-23	4-Apr-23	12-Mar-23	11-Apr-22	11-Apr-23
May-23	26.09	4354	4065	3887	3453	82.08
Jul-23	24.90	4289	4011	3784	3434	
Oct-23	23.79	4262	3984	3742	3443	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		11-Apr-23	4-Apr-23	12-Mar-23	11-Apr-22	11-Apr-23



May-23	31.46	5581	5175	4838	4245	82.08
Oct-23	29.99	5416	5065	4737	4166	
Aug-23	28.16	5275	4950	4623	4116	

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