

Recent Update:

Sugar physical market showed a bullish trend today in India. Sugar prices in the Kolhapur market remained lower at Rs. 3400 per quintal. In Delhi market prices were higher by Rs.65 per quintal at Rs. 3570 per quintal.

- Sugar production Maharashtra is likely to be around 105-106 lakh tonnes for the 2022-23 season as against the previous estimates of 120-22 lakh tonnes.
- As of April 10, around 6 sugar mills, one each in Pune, Solapur, Osmanabad and Beed and two in Jalna are operating, and the mills have so far crushed 1,051.30 lakh tonnes to produce 104.88 lakh tonnes of sugar.
- 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.

International Market

- According to Unica, around 63 mills was operating in the region by the end of March as against 25 during the same period last year. Sugarcane crushing in the Centre-south region of Brazil has been reported at around 4.38 million tonnes during the second half of March against 1.18 million tonne last year.
- This year the mills have allocated 33% cane to sugar production as against 11% last year.
- 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.

Weather Forecast

Hailstorm and Thunderstorms accompanied with lightning at isolated places over Madhya Maharashtra and Marathwada. Thunderstorm accompanied with lightening at isolated places over Vidarbha, Konkan & Goa, Coastal Andhra Pradesh, Yanam, Telangana, North Interior Karnataka.

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:

Maharashtra: Ethanol production during the ESY (Dec 2022 to Nov 2023) will be 127 crore litres, much below the set target of 132 crore litres for the 2022-23 season.

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.

International Sugar Futures ICE (US Cent/lb)

Daily Futures Price Listing Wednesday, Apr 12th, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
23-May	230412	24.65	24.85	23.92	24.05	-0.32	112,764	245,742	-19,545
23-Jul	230412	23.91	24.14	23.18	23.34	-0.34	93,556	350,027	11,249
23-Oct	230412	23.76	23.78	22.85	23.05	-0.28	21,227	167,090	-334
24-Mar	230412	23.22	23.58	22.69	22.92	-0.26	14,142	122,311	3574
24-May	230412	21.8	22	21.34	21.58	-0.16	7,581	36,115	226
24-Jul	230412	20.75	20.8	20.38	20.63	-0.1	3077	32,634	950
24-Oct	230412	20	20.1	19.74	19.92	-0.08	1456	25,274	408
25-Mar	230412	19.68	19.72	19.42	19.62	-0.06	351	16,727	8
Total Volume and Open Interest							254,526	1,009,048	-3,409

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Wednesday, Apr 12th 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
23-May	230412	706	706.9	693	693.9	-8.6	8,297	17,606	-3141
23-Aug	230412	683.2	683.8	669	670	-9.9	11,411	38,402	521
23-Oct	230412	664.9	664.9	652.2	654.2	-5.6	4012	16,813	120
23-Dec	230412	645	646.6	636.2	638.9	-3.8	1892	9,396	581
24-Mar	230412	628.6	631.6	624	625.1	-2.6	1546	5,936	-163
Total Volume and Open Interest							27,794	90,783	-1783

Source: MRCI

DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			13-Apr-23	12-Apr-23	
Delhi	Delhi	M-Grade	3570	3505	65
	Delhi	S-Grade	3550	3485	65
Uttar Pradesh	Khatauli	M-Grade	3700	3700	Unch
	Ramala	M-Grade	3700	3700	Unch
	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	3730	3690	40
	Mumbai	S-Grade	3570	3570	Unch
	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	4060	4050	10
Tamil Nadu	Chennai	S-Grade (With GST)	3575	3575	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)					

Jaggery (Gur) Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Jaggery(Gur)			13-Apr-23	12-Apr-23	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3528	3675	-148
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	5000	5000	Unch

	Muzaffarnagar	Khurpa (Fresh)	3150	3250	-100
	Muzaffarnagar	Laddoo (Fresh)	3688	3675	13
	Muzaffarnagar	Rascut (Fresh)	2803	2830	-28
	Hapur	Chaurasa	3100	3100	Unch
	Hapur	Balti	3200	3200	Unch
Karnataka	Bangalore	Mudde (Average)	4800	4800	Unch
	Gulbarga/Kalaburgi	Other (Average)	3000	3000	Unch
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	4000	4100	-100
	Mandya	Kurikatu (Medium)	3770	3700	70
	Mandya	Other (Medium)	3930	3900	30
	Mandya	Yellow (Medium)	3850	3780	70
	Shimoga/Shivamogga	Achhu (Average)	3650	3650	Unch

INTERNATIONAL MARKET

International Sugar Futures ICE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		12-Apr-23	5-Apr-23	13-Mar-23	12-Apr-22	12-Apr-23
May-23	24.70	4291	4151	3723	3441	82.07
Jul-23	23.39	4237	4092	3684	3434	
Oct-23	22.09	4214	4063	3688	3451	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		12-Apr-23	5-Apr-23	13-Mar-23	12-Apr-22	12-Apr-23
May-23	28.47	5499	5315	4675	4280	82.07
Oct-23	28.78	5369	5182	4569	4169	



Aug-23	27.53	5243	5060	4491	4111	

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