

Recent Update:

Sugar physical market showed a stable trend today in India. Sugar prices in the Delhi market was down by Rs.5 per quintals and were trading at Rs. 3595 per quintal.

- Slight correction in sugar prices is expected in the coming week as rains are expected in parts of northern and central India.
- Sonipat sugar mill has recorded highest recovery in the state during the 2022-23 season. The recovery rate of the mill has crossed 10% for the first time in 20 years. The sugar mill had crushed 30.75 lakh quintal sugarcane this season and produced 3,08,600 bags of sugar. The mill had produced 2,76,070 bags of sugar during the last season.
- Uttar Pradesh has topped in sugar production for the 2022-23 season. Uttar Pradesh has crushed around 1,084. 29 lakh tonne of sugarcane and had produced 107. 29 lakh tonne of sugar. Whereas, Maharashtra had crushed around 1,053 lakh tonne of sugarcane and had produced 105.30 lakh tonne.
- India is unlikely to allow sugar exports further for the ongoing 2022-23 season. As per the market sources, the mills have so far dispatched around 58 LT for sugar. The government has already capped sugar exports at 60 LT for the current season, mainly due to lower sugar production expectation from Maharashtra and Karnataka the average sugar price across the country has increased to Rs. 3460 per quintal in May as compared to previous month price of Rs. 3272 per quintal.

International Market

- Sugarcane crushing in center south region of Brazil has been affected in the second half of April month mainly due to bad weather which has delayed harvesting. Sugarcane crushing was reported at 21 million tonnes against the expectation of 25.59 million tonne in the second half of April. Sugar output was at 9,89,000 tonne.
- Despite record-high prices for cane, the area under cane cultivation may reduce in Thailand. Sugarcane production in Thailand may fall in the coming season mainly due to expectation of El Nino phenomenon and farmers shifting to other profitable crops, sugarcane output for 2023-24 is expected to fall by 21% to 74 million compared to the 2022-23 season. Despite record-high prices for cane, the area under cane cultivation may reduce in Thailand

Weather Forecast

Thunderstorms accompanied with lightning at isolated places over Gangetic West Bengal, Rajasthan, Jammu & Kashmir, Ladakh, Gilgit, Baltistan, Muzaffarabad, Himachal Pradesh, Uttarakhand, Uttar Pradesh, West Madhya Pradesh, Vidarbha, Chhattisgarh, Telangana, Karaikal, Kerala and Mahe.

Jaggery:

Jaggery prices have shown an uptrend in Mysuru and Chamarajanagar districts. During the 2022-23 season, jaggery production had declined in the district majorly due to scarcity of sugarcane for crushing, and unseasonal rainfall. As a result, the price of jaggery has doubled during in this season. The price of jaggery has surged from Rs 3,000 per quintal to a range of Rs 5,500 to Rs 6,000 per quintal due to a significant demand-supply gap.

Muzaffarnagar Stock Update Jaggery	Stock As on Date (Quintal)	
	22-May-23	22-May-22
Chaku	651271	918459
Rascut	46313	37150
Papdi	148324	171002
Khurpa	27528	28635
Total	1229308	1543548
Difference	314240	

Source: Agriwatch; unit: Quintals

Ethanol:

Brazil Ethanol production in late April reported down 11.2% to 978 million litres compared to the previous season as mills are allocating more cane to sugar production due to rising sugar prices in the global market.

International Sugar Futures ICE (US Cent/lb)

Daily Futures Price Listing Tuesday, May 23rd, 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
23-Jul	230523	25.99	26.22	25.77	25.81	-0.18	42,139	386,093	2,130
23-Oct	230523	25.63	25.87	25.46	25.49	-0.16	25,716	252,046	222
24-Mar	230523	25.18	25.4	24.96	25.01	-0.19	9,515	150,589	1055
24-May	230523	23.52	23.72	23.34	23.36	-0.18	3,351	54,810	190
24-Jul	230523	22.55	22.73	22.45	22.46	-0.12	2,749	54,010	774
24-Oct	230523	21.74	21.88	21.66	21.72	-0.05	1047	35,136	181

25-Mar	230523	21.3	21.48	21.26	21.35	-0.02	317	22,331	6
25-May	230523	20.09	20.27	20.08	20.19	-0.03	112	6,119	-41
Total Volume and Open Interest							85,252	972,832	4,686

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Tuesday, 24th May 2023									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
23-Aug	230523	714.6	722	712.5	713.4	0.5	3,749	37,854	391
23-Oct	230523	702.5	708.4	699.6	700.7	-0.3	2,129	20,005	-24
23-Dec	230523	691.3	694.8	685.9	687	-3	1065	12,366	386
24-Mar	230523	679.5	681.8	673	674.1	-4.3	160	7,331	41
24-May	230523	660.2	662.3	654.9	655.6	-3.8	69	4,218	14
Total Volume and Open Interest							7,206	85,512	825

Source: MRCI

DOMESTIC (SUGAR/ JAGGERY) PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Sugar			24-May-23	23-May-23	
Delhi	Delhi	M-Grade	3595	3600	-5
	Delhi	S-Grade	3575	3580	-5
Uttar Pradesh	Khatauli	M-Grade	3760	3680	80
	Ramala	M-Grade	3595	3575	20
	Dhampur	M-Grade Ex-Mill	3616	3615	1
	Dhampur	S-Grade Ex-Mill	3596	3595	1
	Dhampur	L-Grade Ex-Mill	3666	3665	1
Maharashtra	Mumbai	M-Grade	3686	3686	Unch
	Mumbai	S-Grade	3556	3556	Unch
	Nagpur	M-Grade	3600	3600	Unch

	Nagpur	S-Grade	3500	3500	Unch
	Kolhapur	M-Grade	3475	3475	Unch
	Kolhapur	S-Grade	3375	3375	Unch
Assam	Guhawati	S-Grade	3690	3690	Unch
Meghalaya	Shillong	S-Grade	3695	3695	Unch
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3960	3960	Unch
	Vijayawada	S-Grade (With Duty)	3880	3880	Unch
West Bengal	Kolkata	M-Grade	4000	4000	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3600	3600	Unch
	Dindigul	M-Grade (DCA)	NA	3860	-
	Coimbatore	M-Grade (DCA)	3900	3900	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)		
Jaggery(Gur)			24-May-23	23-May-23	Change
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3813	3875	-63
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	700	1300	-600
	Muzaffarnagar	Khurpa (Fresh)	3553	3475	78
	Muzaffarnagar	Laddoo (Fresh)	3900	3675	225
	Muzaffarnagar	Rascut (Fresh)	2750	2900	-150
	Hapur	Chaurasa	3200	3150	50
	Hapur	Balti	3000	3300	-300
Maharashtra	Latur	Lal Variety	4000	4000	Unch
Karnataka	Bangalore	Mudde (Average)	NA	4800	-
	Gulbarga/Kalaburgi	Other (Average)	3000	3000	Unch
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	4460	4500	-40
	Mandya	Kurikatu (Medium)	4200	4200	Unch
	Mandya	Other (Medium)	4400	4150	250
	Mandya	Yellow (Medium)	NA	4300	-
	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
		23-May-23	16-May-23	22-Apr-23	23-May-22	23-May-23
May-23	24.96	4331	4345	4569	3465	82.76
Jul-23	36.15	4785	4804	4479	3514	
Oct-23	39.23	4725	4742	4427	3394	

International Sugar Futures LIFFE					(Rs/Qtl)	
Futures month	% Change over previous year	Today	Week ago	Month Ago	Year Ago	RBI Dollar
		23-May-23	16-May-23	22-Apr-23	23-May-22	23-May-23
May-23	29.59	5426	5441	5160	4187	82.76
Oct-23	42.32	5904	5882	5557	4149	
Aug-23	40.44	5799	5793	5447	4129	

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