

Price Outlook:

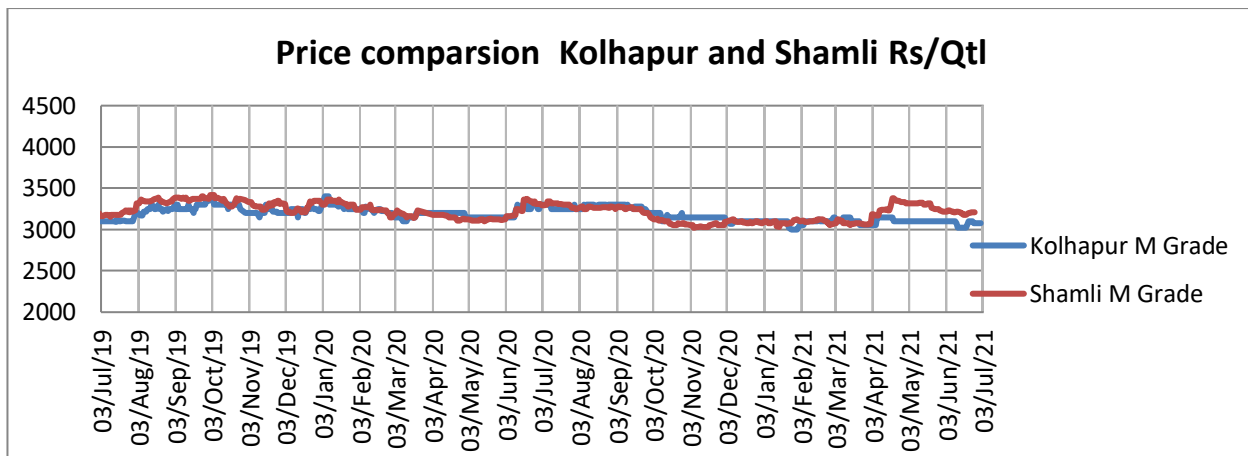
Sugar Production has reached 306.65 lakh tonnes in India. Government has released monthly sugar sales quota of 22 lakh MT for July 2021. The average sugar prices were higher at Rs. 3260/q from the previous week at Rs.3241/q in Khatauli market. The prices in Maharashtra also stood slightly firm at Rs.3075/q.

Price Projection for the Next week

As per the Agriwatch estimates, spot sugar prices (M grade) in the benchmark Kolhapur market are likely to remain steady and in range next week between Rs.3000 -3100 per quintal for next week.

Domestic Sugar Market Summary

Average prices for sugar 'M' grade in key Kolhapur market were range bound at Rs.3075 per quintal, while in Shamli district arrivals were lower during the week.

**Domestic Market Highlights****Recent Updates:**

Government has fixed 22 lakh MT as the monthly sugar sales quota for July 2021: The Department of Food & Public Distribution has allocated 22 lakh MT monthly sugar sales quota for July 2021 which is 1 lakh MT higher than that of July 2020. In the previous month, June 2021 the government had released a 22 lakh MT sugar sales quota.

Previous Updates

- Sugar mills have closed their crushing operation in Uttar Pradesh.** Sugar mills have concluded the crushing season in the Meerut region of Uttar Pradesh. Sugar mills have reported an increase in sugarcane crushing in the current season, whereas sugar production dipped as compared to the previous season. The region has also recorded a decline in sugar recovery. Around 1,617.84 lakh quintal sugarcane was crushed during the 2019-20 season whereas, during the 2020-21, the sugar mills have crushed 1664.59 quintal sugarcane, which is 46.75 lakh quintal more than the previous season. In terms of sugar production, the mills

had produced 183.33 lakh quintal sugar during the 2019-20 season whereas the sugar output in the 2020-21 season was 180.83 lakh quintal.

- **Maharashtra Sugar Commissionerate releases estimation for 2021-22 sugar seasons.** Maharashtra has released estimates of sugar and sugarcane production for the 2021-22 seasons. The estimated sugarcane production is 1194 LMT, sugar production at 122 LMT (Including sugar diverted to ethanol production). It is expected that around 192 sugar mills will participate in the upcoming crushing season. Around 190 sugar mills including 95 cooperative mills and 95 mills in the private sector were operating during the ongoing season. These mills have crushed 1,012 lakh tonne sugarcane this season as against 545 lakh tonne sugarcane last season. Sugar mills in the state have produced 106.28 lakh tonne sugar this season which is more than the sugar produced during the previous season.
- **Haryana Government is taking steps to ensure sugar mills clear the pending cane dues.** The Haryana government has released a loan amount of Rs 315 crore to 10 cooperative sugar mills for clearing pending sugarcane payments. Earlier, during the ongoing crushing season 2020-2021, the cooperative sugar mills have procured 429.35 lakh quintals of sugarcane, which amounts to a total amount of Rs 1500.83 crore, out of which Rs 1082.16 crore has been given to the sugarcane farmers and the remaining amount will be given by July 10.

Technical Analysis - Sugar (M grade) Spot Market at Kolhapur market

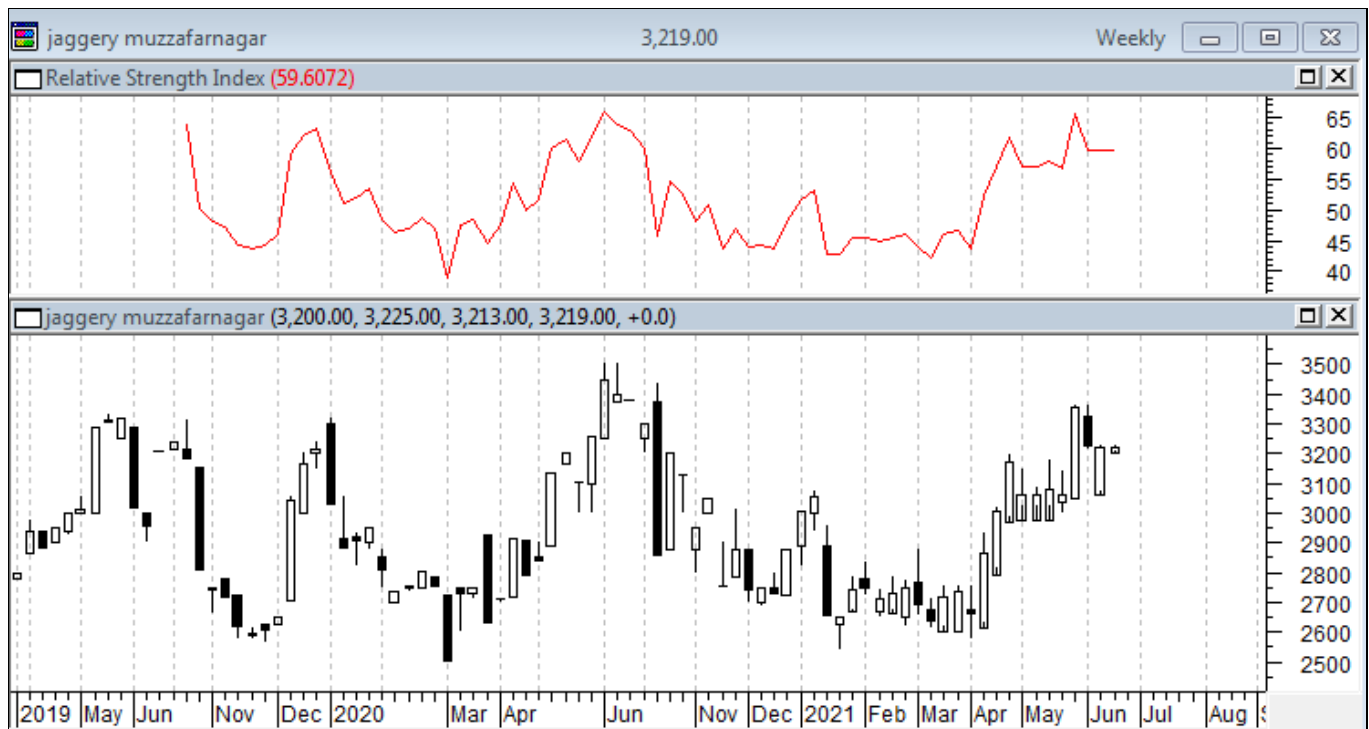
- The sugar spot prices at the benchmark Kolhapur market remained lower during last week and ended at Rs.3037/q.
- The next resistance and support level for the next week is expected at Rs.3100 and Rs.3050 per quintal respectively.
- RSI is in the neutral region.



Technical Analysis - ChakuSukha-gur(fresh) at Spot (Muzaffarnagar)market.

Gur Market Scenario

- The arrivals have closed in Muzaffarnagar.



International Market Highlights

Recent Updates:

Brazil's Copersucar, sugar sales have increased to 5.4 million tonnes from 3.7 million tonnes in the last harvest. The sugar export of the company has increased to 3.4 million tonnes compared to 1.9 million tonnes in the previous harvest. Earlier the ethanol sales were impacted due to pandemic and it was dropped to 11.1 billion litres in 2020-21 compared to 14.2 billion litres in the previous season. The company sold 4.6 billion litres of ethanol directly while sales by the U.S. subsidiary Eco-Energy totalled 6.5 billion litres.

Previous Updates

- **The sugarcane output in Thailand for the 2021-22 seasons is expected to drop below 100 million tonnes.** According to Thai Sugar Millers Corporation (TSMC) Thailand will receive less rainfall this year during the wet season. The sugarcane production is likely to be 70-75 million tonnes in the new crop year. Thai sugarcane output decreased to 66.7 million tonnes in 2020-21 from 74.9 million tonnes in 2019-20. According to TSMC, sugar millers are likely to produce less
- **Philippines have achieved the sugar production target.** Sugar output in the Philippines has reached the set target for the season with 2.1 million metric tonnes. The sugar crop year in the country is from September to August. According to Sugar Regulatory Administration, the sugar output has increased by 0.53% from the 2.098 million MT production registered during the same period last year.

- According to Food and Agriculture Organization, Sugar production is estimated at 170.3 million tonnes in 2020-21 sugar season with a decline of 1.6 million tonnes. The decline for a third consecutive season is mainly because of the production decline in Brazil, European Union, Russia and Thailand whereas the sugar consumption was forecasted to reach 172 million tonnes in 2020-21 higher by 3.2 million tonnes. The increase mostly comes from the expected recovery in the global economy after the downturn in past season because of the corona virus.

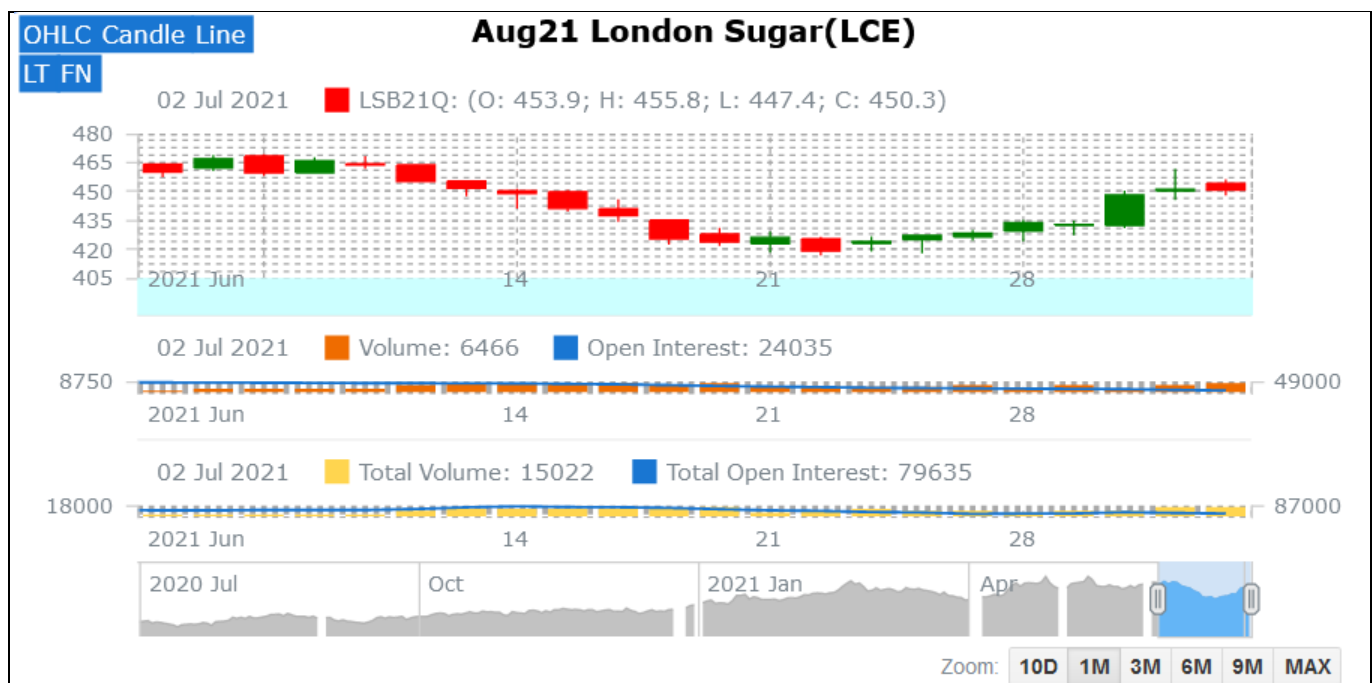
International Sugar Futures Price Projection

LIFFE (White Sugar Exchange) Future Market Sugar Scenario (Aug'21 Contract)

Technical Commentary

- LIFFE futures market remained steady to weak during the week.
- Total volume increased & open interest increased over a week.
- Strategy: Sell at level 456, T1 448

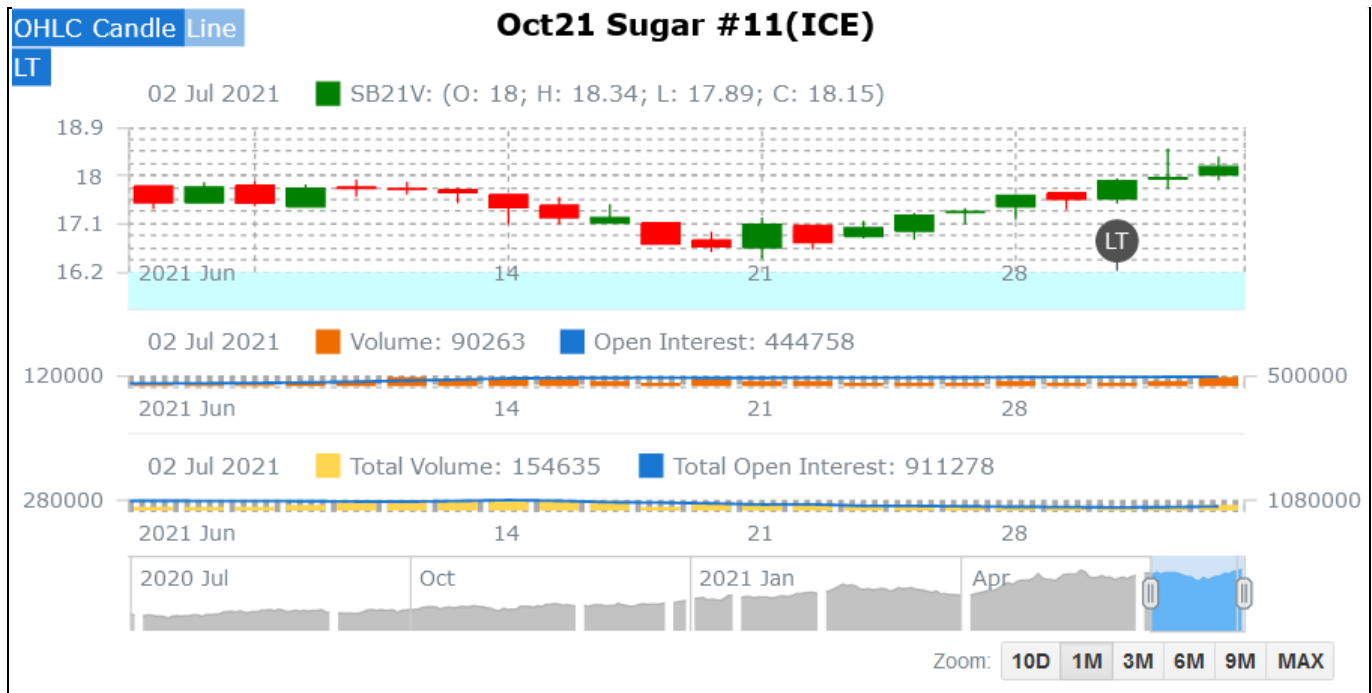
International Sugar Futures Price Projection			
	Contract Month	Present Quote	The expected Price level for next week
LIFFE Sugar (US \$/MT)	Aug'21	468	468-474



ICE (Raw Sugar Exchange) Future Market Scenario (Jul'21 Contract)**Technical Commentary:**

- ICE raw sugar futures remained steady to weak during the week.
- Both total volume increased & open interest increased in a week.
- Strategy: Buy at rate 18.25 Targeting 18.35.

International Sugar Futures Price Projection			
	Contract Month	Present Quote	The expected Price level for next week
ICE Sugar #11 (US Cent/lb)	Jul'21	18.30	18.02 – 18.78



Spot Sugar Prices Scenario (Weekly) (Average)

Commodity	Centre	Variety	Average Prices (Rs/Qtl)		Change
Sugar			24th June'21 to 30th June'21	17th June'21 to 23rd June'21	
Delhi	Delhi	M-Grade	3219	3193	26
	Delhi	S-Grade	3199	3173	26
Uttar Pradesh	Khatauli	M-Grade	3260	3260	Unch
	Ramala	M-Grade	3190	3176	14
	Dhampur	M-Grade Ex-Mill	3110	3127	-17
	Dhampur	S-Grade Ex-Mill	3090	3107	-17
	Dhampur	L-Grade Ex-Mill	3160	3177	-17
Maharashtra	Mumbai	M-Grade	3316	3314	2
	Mumbai	S-Grade	3205	3203	2
	Nagpur	M-Grade	3213	3163	50
	Nagpur	S-Grade	3130	3127	3
	Kolhapur	M-Grade	3088	3038	50
	Kolhapur	S-Grade	3005	3002	3
Assam	Guhawati	S-Grade	3265	3262	3
Meghalaya	Shillong	S-Grade	3325	3322	3
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3560	3560	Unch
	Vijayawada	S-Grade (With Duty)	3560	3560	Unch
West Bengal	Kolkata	M-Grade	3600	3600	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3550	3550	Unch
	Dindigul	M-Grade (DCA)	3580	3580	Unch
	Coimbatore	M-Grade (DCA)	3620	3620	Unch
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3600	3600	Unch

Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)

*DCA: Department of consumer affairs

Spot Jaggery(Gur) Prices Scenario (Weekly) (Average)

Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
Jaggery(Gur)			24th June'21 to 30th June'21	17th June'21 to 23rd June'21	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	NA	NA	-
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	NA	NA	-
	Muzaffarnagar	Khurpa (Fresh)	NA	NA	-
	Muzaffarnagar	Laddoo (Fresh)	NA	NA	-
	Muzaffarnagar	Rascut (Fresh)	NA	NA	-

	Hapur	Chaurasa	NA	NA	-
	Hapur	Balti	NA	NA	-
Andhra Pradesh	Chittur	Gold	NA	NA	-
		White	NA	NA	-
		Black	NA	NA	-
Maharashtra	Latur	Lal Variety	NA	NA	-
Karnataka	Bangalore	Mudde (Average)	4433	4350	83
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur	Achhu	NA	NA	-
	Gulbarga	Other (Average)	NA	NA	-
	Mahalingapura	Penti (Average)	3215	3250	-35
	Mandya	Achhu (Medium)	3303	3370	-67
	Mandya	Kurikatu (Medium)	3158	3192	-33
	Mandya	Other (Medium)	3178	3112	67
	Mandya	Yellow (Medium)	3162	3300	-138
	Shimoga	Achhu (Average)	3600	3600	Unch

Spot Sugar Prices Scenario (Weekly)

Commodity	Centre	Variety	Today	Week Ago	Month Ago	Year Ago
Sugar			02-Jul-21	24-Jun-21	02-Jun-21	02-Jul-20
Delhi	Delhi	M-Grade	3225	3250	3250	3360
	Delhi	S-Grade	3205	3230	3230	3340
Uttar Pradesh	Khatauli	M-Grade	NR	3260	3200	3345
	Ramala	M-Grade	NR	3190	0	3270
	Dhampur	M-Grade Ex-Mill	NR	3110	3150	3300
	Dhampur	S-Grade Ex-Mill	NR	3090	3130	3280
	Dhampur	L-Grade Ex-Mill	NR	3160	3200	3350
Maharashtra	Mumbai	M-Grade	3326	3316	3322	3550
	Mumbai	S-Grade	3206	3206	3210	3350
	Nagpur	M-Grade	3200	3225	3225	3375
	Nagpur	S-Grade	3125	3135	3125	3275
	Kolhapur	M-Grade	3075	3100	3100	3250
	Kolhapur	S-Grade	3000	3010	3000	3150
Assam	Guhawati	S-Grade	3309	3319	3309	3461
Meghalaya	Shillong	S-Grade	3320	3330	3320	3470
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3560	3560	3580	3720
	Vijayawada	S-Grade (With Duty)	3560	3560	3560	3660
West Bengal	Kolkata	M-Grade	3600	3600	3600	3710

Tamil Nadu	Chennai	S-Grade	3550	3550	3600	3750
	Dindigul	M-Grade (DCA)	3580	3580	0	3640
	Coimbatore	M-Grade (DCA)	3620	3620	0	3620
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3600	3600	3600	3300

Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)

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Spot Jaggery(Gur) Prices Scenario (Weekly)

Commodity	Centre	Variety	Today	Week Ago	Month Ago	Year Ago
Jaggery(Gur)			02-Jul-21	24-Jun-21	02-Jun-21	02-Jul-20
Uttar Pradesh	Muzaffarnagar	Chaku Sukha	NA	NA	3350	0
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	NA	NA	1500	0
	Muzaffarnagar	Khurpa	NA	NA	3000	0
	Muzaffarnagar	Laddoo	NA	NA	3250	0
	Muzaffarnagar	Rascut	NA	NA	0	0
	Hapur	Chaurasa	NA	NA	0	0
	Hapur	Balti	NA	NA	0	0
Andhra Pradesh	Chittur	Gold	NR	NR	0	0
		White	NR	NR	0	0
		Black	NR	NR	0	0
Maharashtra	Latur	Lal Variety	NR	NR	0	0
Karnataka	Bangalore	Mudde (Average)	4600	4350	4350	4250
	Belgaum	Mudde (Average)	NA	NA	0	0
	Belthangadi	Yellow (Average)	NA	NA	0	0
	Bijapur	Achhu	NA	NA	0	3400
	Gulbarga	Other (Average)	NA	NA	0	0
	Mahalingapura	Penti (Average)	3163	3263	3327	3407
	Mandya	Achhu (Medium)	3050	3450	3630	3550
	Mandya	Kurikatu (Medium)	3000	3200	3550	3250
	Mandya	Other (Medium)	3000	3270	3580	3400
	Mandya	Yellow (Medium)	3060	3250	3410	3370
	Shimoga	Achhu (Average)	3600	3600	NA	3750

International Sugar Prices (Weekly Average)				
	Contract Month	24th June'21 to 30th June'21	17th June'21 to 23rd June'21	Change
ICE Sugar #11 (US Cent/lb)	21-Mar	17.26	16.55	0.71
	21-May	17.36	16.81	0.55
	21-Jul	17.42	17.10	0.32
LIFFE Sugar (US \$/MT)	21-Mar	440.22	423.28	16.94
	21-May	455.22	438.16	17.06
	21-Aug	453.84	446.26	7.58

Source: MRCI

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