

Price Outlook:

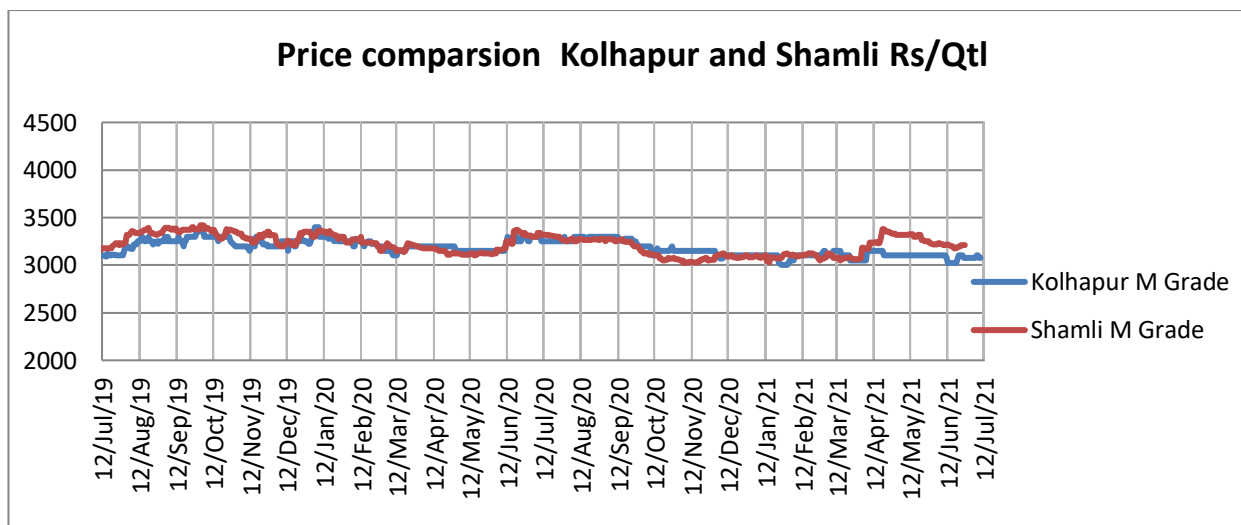
Sugar Production has reached 306.65 lakh tonnes in India. Government has released monthly sugar sales quota of 22 lakh MT for July 2021. Sugar mills from the different states have started clearing cane dues to the farmers. The average sugar prices were lower at Rs. 3216/q from the previous week at Rs.3219/q in Delhi 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 there were no arrivals during the last week.

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

Sugar mills in Uttar Pradesh have started clearing pending cane dues. As the sugarcane crushing season has ended in Uttar Pradesh, sugar mills are clearing the cane payment. Millers have been instructed by the government to ensure that they make 100 per cent cane dues before starting the new season.

Previous Updates

- **Uttar Pradesh Farmers are demanding hike in Sugarcane price.** Farmers have started urging the government to increase the sugarcane price to Rs. 400 per quintal, they are also demanding to release the pending cane dues and take actions against the default cane payments. Farmers are pressing their demand by staging a protest and meeting the concerned officials.

- **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.
- **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

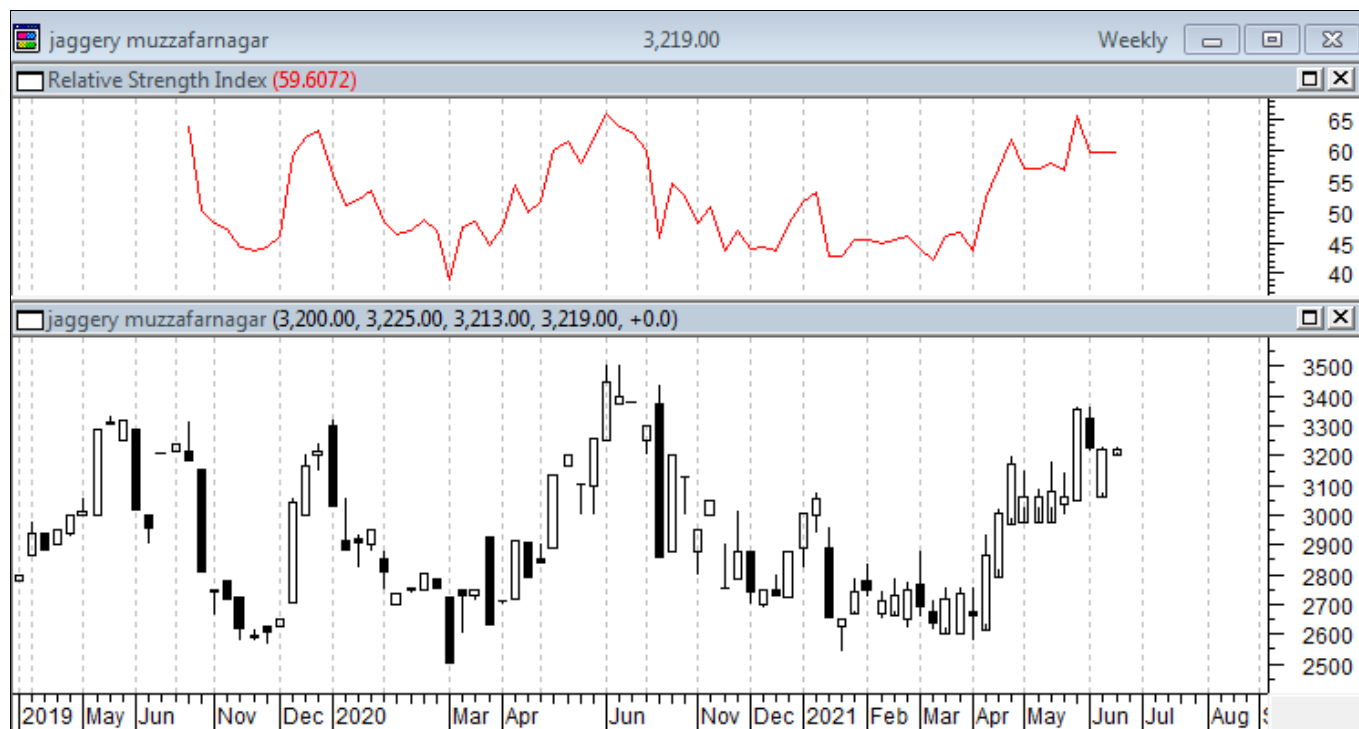
- The sugar spot prices at the benchmark Kolhapur market remained lower during last week and ended at Rs.3037/q.
- The next resistance and support level for the next week is expected at Rs.3100 and Rs.3050 per quintal respectively.
- RSI is in the neutral region.



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

Gur Market Scenario

- The arrivals have closed in Muzaffarnagar.



International Market Highlights

Recent Updates:

European Union's sugar production is likely to rise in the season 2021-22. According to the European Commission short-term outlook report, Sugar output in EU is estimated to increase in 2021-22 season. Sugar production in the previous season was 14.5 million tonnes, whereas in the 2021-22 seasons it is forecasted to increase 15.5 million tonnes.

Previous Updates

- **Sri Lanka is planning to import sugar from India.** Sri Lanka government is planning to import sugar from India to cool down the rising commodity prices in the country. Currently, the sugar imports are under license and require prior consent from the Controller of Imports and Exports. On recommendation of the trade ministry cabinet has allowed importing 2,500 tonnes of sugar per month.
- **Pakistan trade deficit widens by 32.9 percent in 2021.** With high inflation, rising food prices, raised electricity charges, Pakistan trade deficit widen by 32.9 percent. The deficit was caused by lower export proceeds and higher than expected imports since December 2020. The annual import bill went up by 25.8 percent or USD 11.517 billion to USD 56.091 billion.
- **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.

- **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

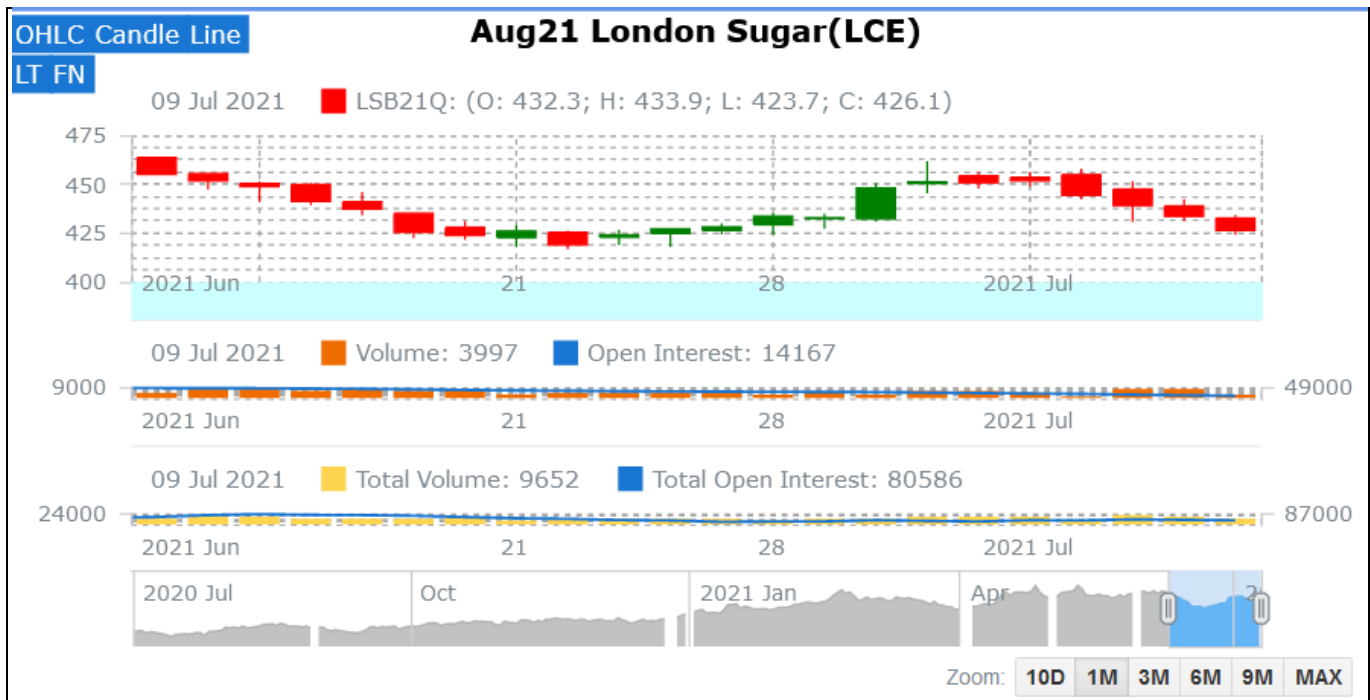
International Sugar Futures Price Projection

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 433, T1 423

International Sugar Futures Price Projection			
	Contract Month	Present Quote	The expected Price level for next week
LIFFE Sugar (US \$/MT)	Aug'21	433	438-464

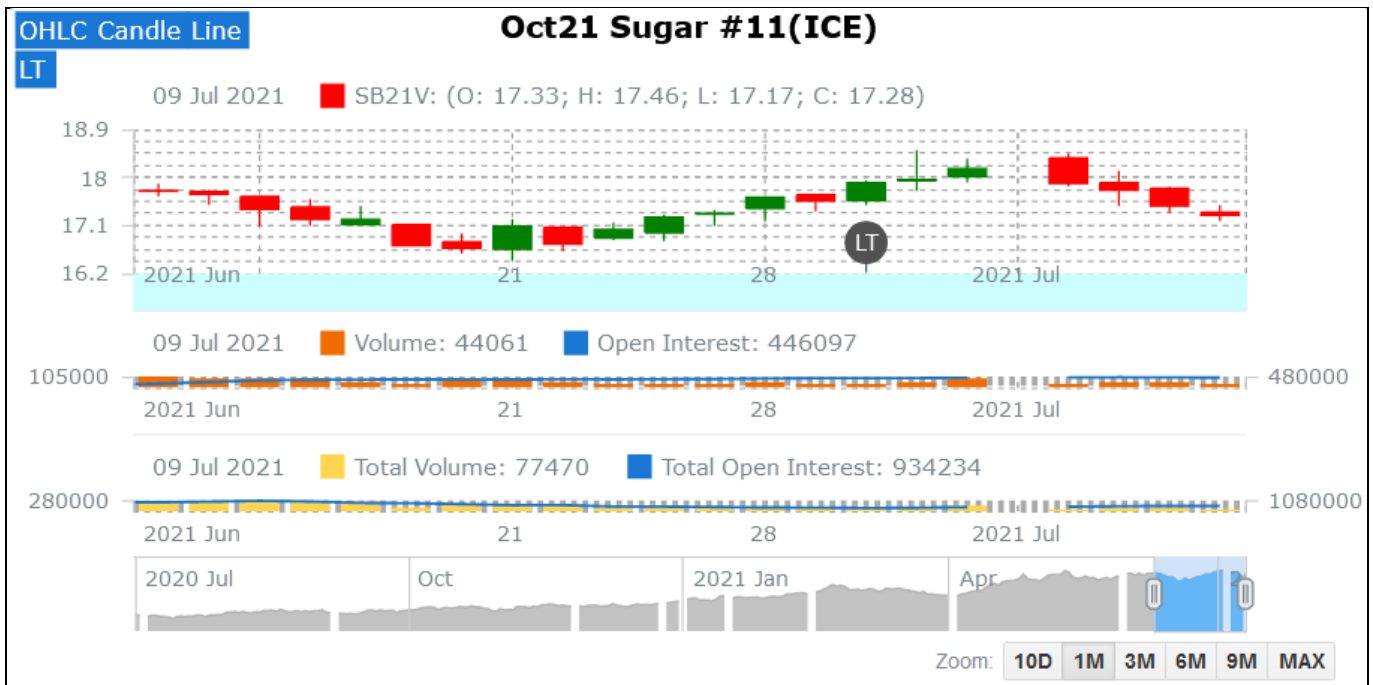


ICE (Raw Sugar Exchange) Future Market Scenario (Oct'21 Contract)**Technical Commentary:**

- 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 17.48 Targeting 17.17.

International Sugar Futures Price Projection

	Contract Month	Present Quote	The expected Price level for next week
ICE Sugar #11 (US Cent/lb)	Oct'21	17.33	17.28– 18.35



Spot Sugar Prices Scenario (Weekly) (Average)

Commodity	Centre	Variety	Average Prices (Rs/Qtl)		Change
Sugar			01st July'21 to 07th July'21	24th June'21 to 30th June'21	
Delhi	Delhi	M-Grade	3216	3219	-3
	Delhi	S-Grade	3196	3199	-3
Uttar Pradesh	Khatauli	M-Grade	NA	3260	-
	Ramala	M-Grade	NA	3190	-
	Dhampur	M-Grade Ex-Mill	NA	3110	-
	Dhampur	S-Grade Ex-Mill	NA	3090	-
	Dhampur	L-Grade Ex-Mill	NA	3160	-
Maharashtra	Mumbai	M-Grade	3333	3316	17
	Mumbai	S-Grade	3206	3205	1
	Nagpur	M-Grade	3204	3213	-9
	Nagpur	S-Grade	3129	3130	-1
	Kolhapur	M-Grade	3079	3088	-9
	Kolhapur	S-Grade	3004	3005	-1
Assam	Guhawati	S-Grade	3264	3265	-1
Meghalaya	Shillong	S-Grade	3324	3325	-1
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3553	3560	-7
	Vijayawada	S-Grade (With Duty)	3553	3560	-7
West Bengal	Kolkata	M-Grade	3553	3600	-47
Tamil Nadu	Chennai	S-Grade (With GST)	3550	3550	Unch
	Dindigul	M-Grade (DCA)	3570	3580	-10
	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)			01st July'21 to 07th July'21	24th June'21 to 30th 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)	4583	4433	150
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur	Achhu	NA	NA	-
	Gulbarga	Other (Average)	NA	NA	-
	Mahalingapura	Penti (Average)	3171	3215	-43
	Mandya	Achhu (Medium)	3117	3303	-187
	Mandya	Kurikatu (Medium)	3008	3158	-150
	Mandya	Other (Medium)	2962	3178	-217
	Mandya	Yellow (Medium)	3058	3162	-103
	Shimoga	Achhu (Average)	3600	3600	Unch

Spot Sugar Prices Scenario (Weekly)						
Commodity	Centre	Variety	Today	Week Ago	Month Ago	Year Ago
Sugar			09-Jul-21	01-Jul-21	09-Jun-21	09-Jul-20
Delhi	Delhi	M-Grade	3270	3230	3230	3370
	Delhi	S-Grade	3250	3210	3210	3350
Uttar Pradesh	Khatauli	M-Grade	NR	NR	3200	3360
	Ramala	M-Grade	NR	NR	0	3295
	Dhampur	M-Grade Ex-Mill	NR	NR	3100	3350
	Dhampur	S-Grade Ex-Mill	NR	NR	3080	3330
	Dhampur	L-Grade Ex-Mill	NR	NR	3150	3400
Maharashtra	Mumbai	M-Grade	3366	3326	3312	3580
	Mumbai	S-Grade	3206	3206	3206	3360
	Nagpur	M-Grade	3200	3200	3225	3425
	Nagpur	S-Grade	3150	3125	3150	3325
	Kolhapur	M-Grade	3075	3075	3100	3300
	Kolhapur	S-Grade	3025	3000	3025	3200
Assam	Guhawati	S-Grade	3334	3309	3334	3512
Meghalaya	Shillong	S-Grade	3345	3320	3345	3520
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3520	3560	3580	3700
	Vijayawada	S-Grade (With Duty)	3520	3560	3560	3680
West Bengal	Kolkata	M-Grade	3520	3600	3600	3600
Tamil Nadu	Chennai	S-Grade	3550	3550	3600	3750
	Dindigul	M-Grade (DCA)	3560	3580	3580	3800

	Coimbatore	M-Grade (DCA)	3620	3620	3620	3620
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3600	3600	3600	3300
Sugar Prices are in INR/Quintal. (1 Quintal=100 kg)						
*DCA: Department of consumer affairs						

Spot Jaggery(Gur) Prices Scenario (Weekly)

Commodity	Centre	Variety	Today	Week Ago	Month Ago	Year Ago
Jaggery(Gur)			09-Jul-21	01-Jul-21	09-Jun-21	09-Jul-20
Uttar Pradesh	Muzaffarnagar	Chaku Sukha	NA	NA	3200	0
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	NA	NA	1000	0
	Muzaffarnagar	Khurpa	NA	NA	3150	0
	Muzaffarnagar	Laddoo	NA	NA	3438	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	4600	4350	0
	Belgaum	Mudde (Average)	NA	NA	0	0
	Belthangadi	Yellow (Average)	NA	NA	0	0
	Bijapur	Achhu	NA	NA	0	3500
	Gulbarga	Other (Average)	NA	NA	0	0
	Mahalingapura	Penti (Average)	NA	3153	0	3527
	Mandya	Achhu (Medium)	3150	3100	3480	3600
	Mandya	Kurikatu (Medium)	3150	3000	3450	3300
	Mandya	Other (Medium)	2950	3100	3250	3500
	Mandya	Yellow (Medium)	3100	3060	3500	3570
	Shimoga	Achhu (Average)	3600	3600	NA	3750

International Sugar Prices (Weekly Average)				
	Contract Month	01st July'21 to 07th July'21	24th June'21 to 30th June'21	Change
ICE Sugar #11 (US Cent/lb)	21-Mar	17.91	17.26	0.65
	21-May	18.17	17.36	0.81
	21-Jul	17.31	17.42	-0.11
LIFFE Sugar (US \$/MT)	21-Mar	445.36	440.22	5.14
	21-May	469.14	455.22	13.92
	21-Aug	476.48	453.84	22.64

Source: MRCI

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