

Price Outlook:

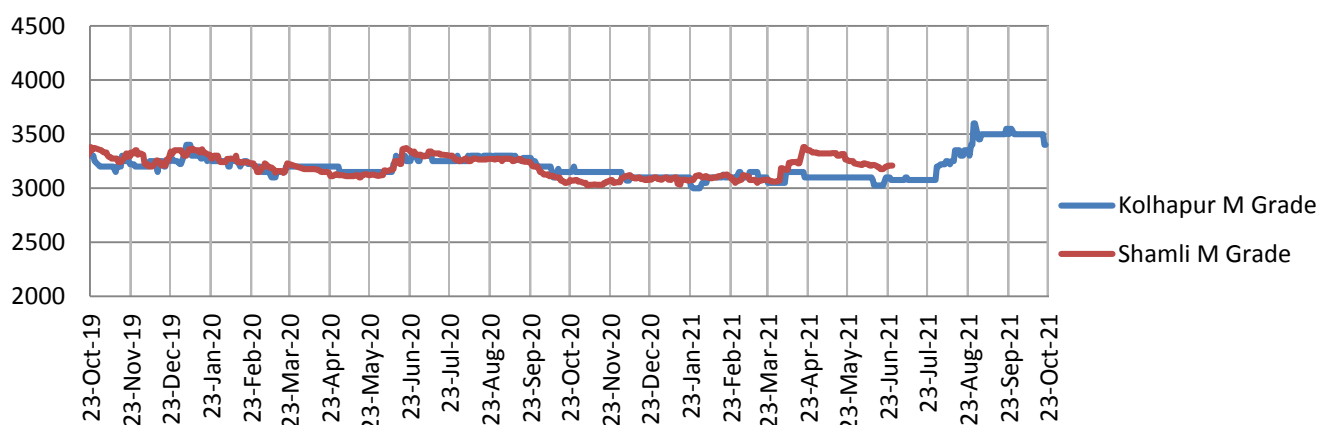
Haryana government has asked the industries to use stubbles for ethanol production. Government has permitted 8,424 tonnes of sugar exports to U.S. under TRQ. The average sugar prices have slightly decreased at Rs. 3617/q from the previous week at Rs.3624/q in Delhi market. The prices in Maharashtra stood high at Rs.3620/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.3450 -3550 per quintal for next week.

Domestic Sugar Market Summary

Average prices for sugar 'M' grade in key Kolhapur market were range bound at Rs.3500 per quintal, while in Shamli district there were no arrivals during the last week.

Price comparsion Kolhapur and Shamli Rs/Qtl**Domestic Market Highlights****Recent Updates:**

- **Bihar may hike the sugarcane purchase price.** According to the market sources Bihar is planning to increase the sugarcane purchase price for the coming 2021-22 season. Earlier, Uttar Pradesh has increased the sugarcane purchase price by Rs. 25 for the 2021-22 season.

Previous Updates

- **Haryana government has asked the industries to use stubbles for ethanol production.** The Haryana government is providing Rs. 1000 per acre to the farmers for selling their stubble and has directed the industries to buy stubble this time. The government has also asked the industries to use stubble for ethanol and energy production.
- **Government has permitted 8,424 tonnes of sugar exports to U.S. under TRQ.** The Directorate general of foreign trade (DGFT) has issued a notice on Saturday as per that the quantity of 8,424 tonnes of sugar to be exported to the U.S. under TRQ scheme from 1st October 2021 to 30th September 2022 has been notified.
- **EBP has reached all the states across the country.** India's ethanol blending programme (EBP) launched in 2013-14 has now reached in all the states of the country with Sikkim becoming the last state join EBP. Earlier, India has set the ambitious target of blending 20% ethanol in petrol by 2025. During the present ethanol supply year (ESY) December to November, India has achieved 7.89% blending and by the end of November, is likely to hit 8.1% to 8.2% blending.

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

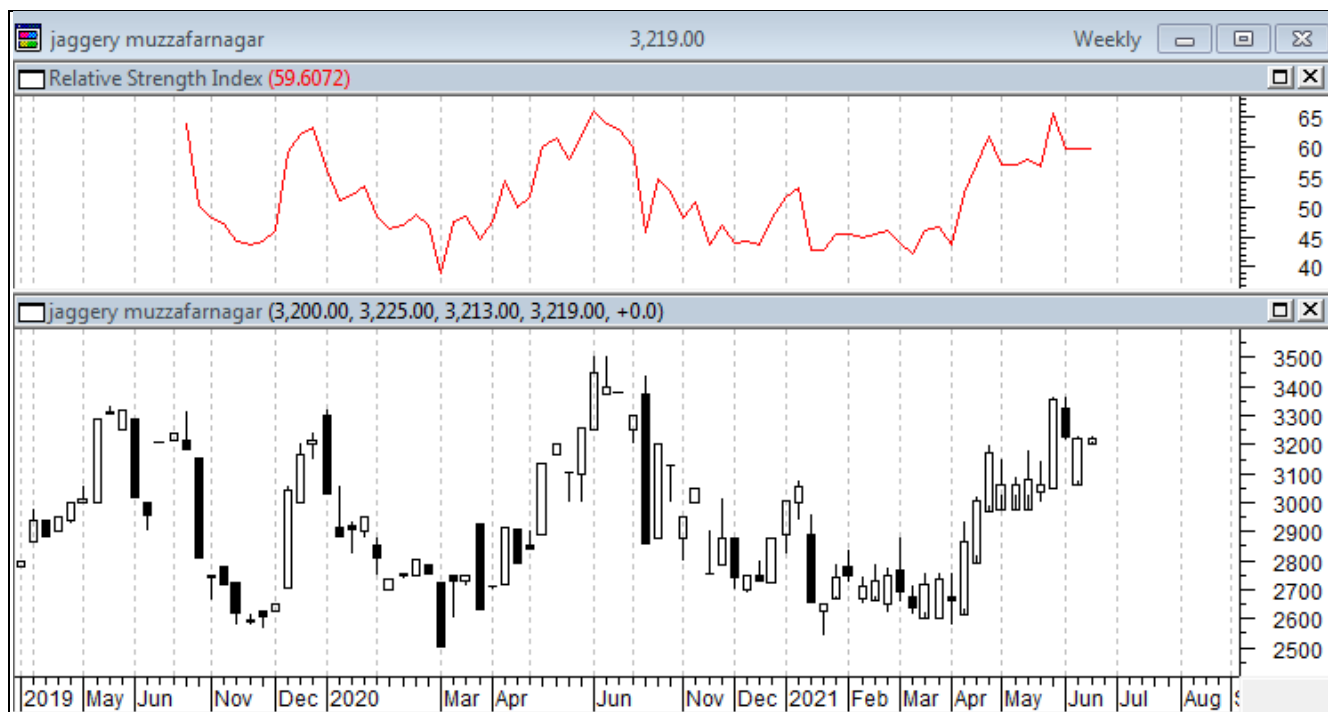
- The sugar spot prices at the benchmark Kolhapur market was higher during last week and ended at Rs.3500/q.
- The next resistance and support level for the next week is expected at Rs.3550 and Rs.3200 per quintal respectively.
- RSI is in the neutral region.



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

Gur Market Scenario

- The arrivals have closed in Muzaffarnagar.



International Market Highlights

Recent Updates:

According to the Ministry of Supply and Internal Trade, Egypt has sufficient sugar stock to cater consumption needs of the people of the country for 6 months. According to the Head of the Internal Trade Development Authority, apart from sugar, the cooking oil reserve in the country is available for 5 months and the rice reserve is sufficient for three and a half months.

Previous Updates

- **Sugar stocks stuck at port in Sri Lanka.** Due to the delay in payments, the sugar stock worth Rs. 1 billion is stuck at the port in Sri Lanka. According to the sugar importers association, around 300 containers comprising 7,000 metric tons of sugar is stuck at the port. Earlier, around 12,000 tons of sugar packed in 400 containers was imported by five importers five months ago. However, due to the policy decision taken by the government to restrict the import of sugar and the shortage of dollar, the release of consignment of sugar had been delayed.
- The Brazil center south region is likely to recover in the next season increasing sugar production from 32.5 million tonnes to 32.9 million tonnes. According to the market experts, if Brazil receives normal rains in the first

quarter of the next year, then sugar crush would reach 540 million tonnes which is higher by 20 million tonnes in the current season.

- **Pakistan's government is planning to increase the minimum purchase price (MRP) of sugarcane from Rs. 220 per 40 kg to Rs. 250 per 40kg this season.** The Sugarcane Control Board (SCCB) is planning to propose a hike of at least Rs. 30 per 40kg in the previous year's rate, the meeting is scheduled for the next week. The cane prices are scheduled to increase due to an increase in the farm input price and high electricity rates for tube wells. According to the Punjab Crop Reporting survey, the failure of the cotton crop has led the farmers to turn to cane cultivation. The area under sugarcane cultivation in the country has also increased by 12 percent to 2.148 million acres against the set target of 1.880 million acres.
- **Malaysia sugar demand has increased by 5-10 percent in the first half of 2021.** Due to ease in the lockdown restrictions and industries continuing to open, the sugar demand had picked up by 5-10 percent in the first half of this year and is expected to increase further in the second half of 2021. Earlier the pandemic has impacted the sugar consumption in Malaysia lowering the consumption from 1.5 million tonnes to 1.2 -1.3 million tonnes.
- **Bangladesh has fixed the Maximum retail price of sugar at TK 75 per kg.** The prices of packed sugar were fixed at TK 75 per kg and loose sugar at TK 74 per kg. Despite the government has fixed the maximum retail price of sugar the prices of sugar in the domestic market continue to increase, the sugar is sold at TK 80-88 per kg in the retail market.

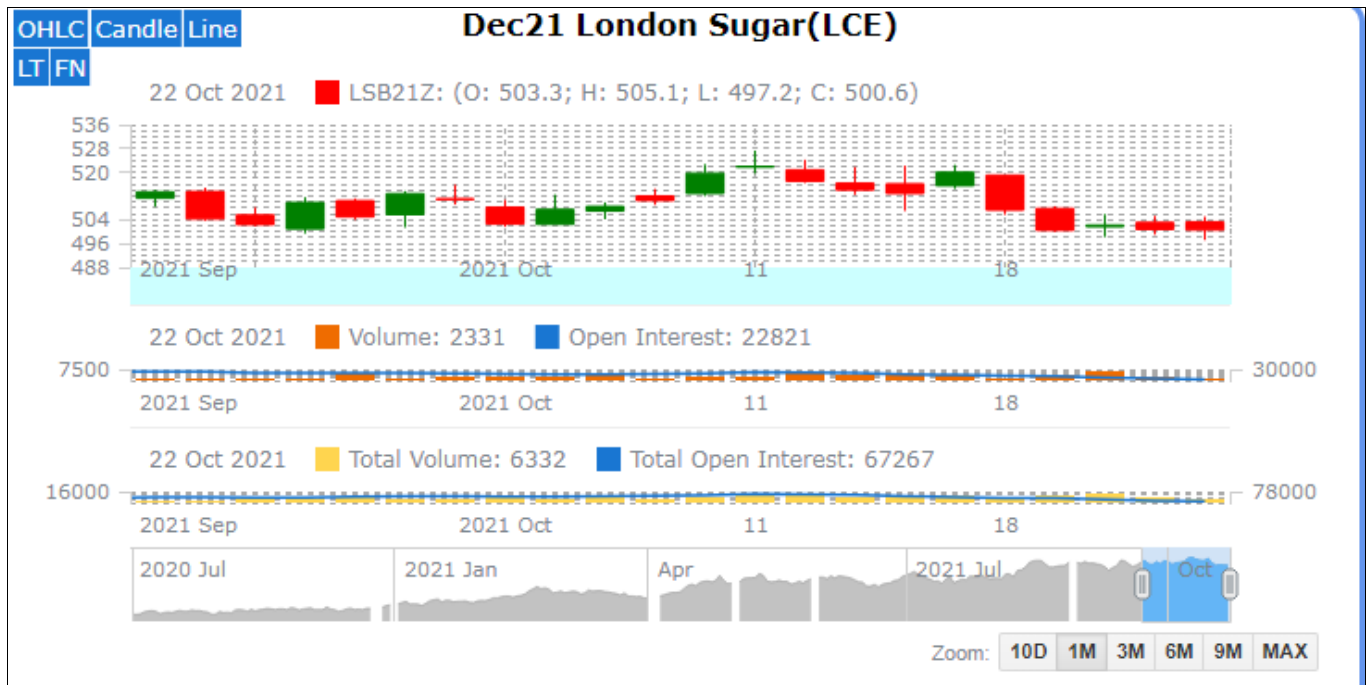
International Sugar Futures Price Projection

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

Technical Commentary

- LIFFE futures market remained steady to weak during the week.
- Total volume increased & open interest increased over a week.
- Strategy: Buy at level 516, T1 520

International Sugar Futures Price Projection			
	Contract Month	Present Quote	The expected Price level for next week
LIFFE Sugar (US \$/MT)	Dec'21	505	504-510

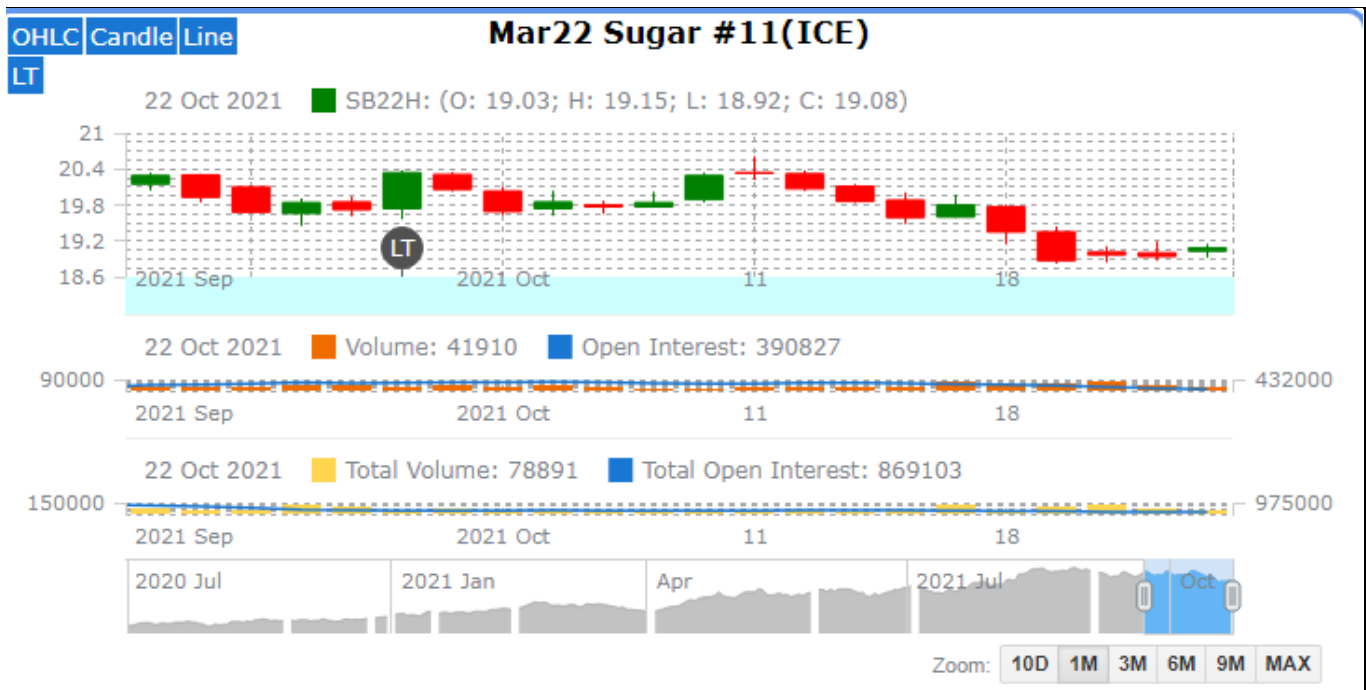


ICE (Raw Sugar Exchange) Future Market Scenario (Mar'22 Contract)

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 19.25 Targeting 19.40.

International Sugar Futures Price Projection			
	Contract Month	Present Quote	The expected Price level for next week
ICE Sugar #11 (US Cent/lb)	Mar'22	19.15	19.20– 19.80



Spot Sugar Prices Scenario (Weekly) (Average)

Commodity	Centre	Variety	Average Prices (Rs/Qtl)		Change
			14th Oct'21 to 20th Oct'21	07th Oct'21 to 13th Oct'21	
Delhi	Delhi	M-Grade	3637	3644	-7
	Delhi	S-Grade	3617	3624	-7
Uttar Pradesh	Khatauli	M-Grade	NA	NA	-
	Ramala	M-Grade	NA	NA	-
	Dhampur	M-Grade Ex-Mill	NA	NA	-
	Dhampur	S-Grade Ex-Mill	NA	NA	-
	Dhampur	L-Grade Ex-Mill	NA	NA	-
Maharashtra	Mumbai	M-Grade	3788	3783	5
	Mumbai	S-Grade	3602	3620	-18
	Nagpur	M-Grade	3625	3625	Unch
	Nagpur	S-Grade	3525	2525	1000
	Kolhapur	M-Grade	3500	3500	Unch
	Kolhapur	S-Grade	3400	3400	Unch
Assam	Guhawati	S-Grade	3660	3660	Unch
Meghalaya	Shillong	S-Grade	3720	3720	Unch

Andhra Pradesh	Vijayawada	M-Grade (With Duty)	4020	4020	Unch
	Vijayawada	S-Grade (With Duty)	3920	3920	Unch
West Bengal	Kolkata	M-Grade	3950	3950	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3880	3870	10
	Dindigul	M-Grade (DCA)	3920	3910	10
	Coimbatore	M-Grade (DCA)	3900	3893	7
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3780	3842	-62
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)			14th Oct'21 to 20th Oct'21	07th Oct'21 to 13th Oct'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)	4550	4550	Unch
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur	Achhu	NA	NA	-
	Gulbarga	Other (Average)	NA	NA	-
	Mahalingapura	Penti (Average)	NA	3514	-
	Mandya	Achhu (Medium)	3250	3305	-55
	Mandya	Kurikatu (Medium)	3000	3067	-67
	Mandya	Other (Medium)	3050	3018	32
	Mandya	Yellow (Medium)	3200	3192	8
	Shimoga	Achhu (Average)	3700	3700	Unch

Spot Sugar Prices Scenario (Weekly)						
Commodity	Centre	Variety	Today	Week Ago	Month Ago	Year Ago
Sugar			22-Oct-21	14-Oct-21	22-Sep-21	22-Oct-20
Delhi	Delhi	M-Grade	3650	3640	3610	3245
	Delhi	S-Grade	3630	3620	3590	3225
Uttar Pradesh	Khatauli	M-Grade	NR	NR	0	3115
	Ramala	M-Grade	NR	NR	0	0
	Dhampur	M-Grade Ex-Mill	NR	NR	0	3150
	Dhampur	S-Grade Ex-Mill	NR	NR	0	3130
	Dhampur	L-Grade Ex-Mill	NR	NR	0	3200
Maharashtra	Mumbai	M-Grade	3780	3790	3796	3420
	Mumbai	S-Grade	3580	3610	3650	3282
	Nagpur	M-Grade	3525	3625	3625	3275
	Nagpur	S-Grade	3425	3525	3525	3225
	Kolhapur	M-Grade	3400	3500	3500	3150
	Kolhapur	S-Grade	3300	3400	3400	3100
Assam	Guhawati	S-Grade	3613	3715	3715	3410
Meghalaya	Shillong	S-Grade	3620	3720	3720	3420
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	4020	4020	4060	3540
	Vijayawada	S-Grade (With Duty)	3920	3920	3960	3610
West Bengal	Kolkata	M-Grade	3950	3950	3850	3680
Tamil Nadu	Chennai	S-Grade	3880	3880	3930	3600
	Dindigul	M-Grade (DCA)	3920	3920	3860	3810
	Coimbatore	M-Grade (DCA)	3900	3900	3860	3620
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3700	3800	3600	3600
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)			22-Oct-21	14-Oct-21	22-Sep-21	22-Oct-20
Uttar Pradesh	Muzaffarnagar	Chaku Sukha	3900	3538	0	3163
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	5000	8000	0	7000
	Muzaffarnagar	Khurpa	3375	3100	0	2625
	Muzaffarnagar	Laddoo	3775	3500	0	2913

	Muzaffarnagar	Rascut	2600	NA	0	0
	Hapur	Chaurasa	3375	2975	0	2425
	Hapur	Balti	3250	2975	0	2500
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)	4550	NA	4350	4400
	Belgaum	Mudde (Average)	NA	NA	0	0
	Belthangadi	Yellow (Average)	NA	NA	0	0
	Bijapur	Achhu	NA	NA	0	0
	Gulbarga	Other (Average)	NA	NA	0	0
	Mahalingapura	Penti (Average)	NA	NA	3345	3533
	Mandya	Achhu (Medium)	3300	NA	3070	3400
	Mandya	Kurikatu (Medium)	3250	NA	3000	3200
	Mandya	Other (Medium)	3350	NA	2950	3180
	Mandya	Yellow (Medium)	3400	NA	3100	3300
	Shimoga	Achhu (Average)	NA	NA	3650	3600

International Sugar Prices (Weekly Average)				
	Contract Month	14th Oct'21 to 20th Oct'21	07th Oct'21 to 13th Oct'21	Change
ICE Sugar #11 (US Cent/lb)	21-Jul	18.79	19.15	-0.36
	21-Oct	18.59	18.81	-0.22
	22-Mar	19.25	20.08	-0.83
LIFFE Sugar (US \$/MT)	21-Aug	497.95	510.22	-12.27
	21-Oct	494.95	503.46	-8.51
	21-Dec	489.85	495.74	-5.89

Source: MRCI

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