

Domestic Market Highlights

Recent Updates:

Sugar consumption in India is likely to increase in the 2021-22 season amid higher summer demand besides revival of demand from the Covid-19 pandemic crisis. According to the Department of Food & Public Distribution, the estimated domestic consumption for the 2021-22 sugar season is 278 Lakh MT (LMT) which has been growing year-on-year. In the previous year the sugar consumption was recorded at 265 LMT. Agriwatch has estimated sugar consumption to be 274 LMT for the 2021-22 season.

Sugar mills in Uttar Pradesh have produced 100.14 LMT of sugar by crushing 988.93 LMT of sugarcane till 7th May, 2022. The mills during last season had produced 110.59 LMT of sugar by crushing 1027.50 LMT of sugarcane. The mills have made payment of Rs 24,318.14 crore to the cane farmers which is 73.47 per cent of the total dues. The mills have already cleared almost 100 per cent of cane dues of the last crushing season. Also, the government is ensuring that the farmers get their dues on time in the current season.

Sugarcane crushing season is in the final crushing phase across India. Around 217 sugar mills are currently operating in India. Sugar mills have produced around 342.37 LMT of sugar till 31st April'2022 as against 300.92 LMT produced same period last year. The States of Andhra Pradesh & Telangana, Bihar, Uttarakhand, Punjab, Haryana and Madhya Pradesh & Chhattisgarh, Rajasthan, Odisha have collectively produced 32.36 LMT of sugar till 31st April, 2022.

International Market Highlights

Previous Updates

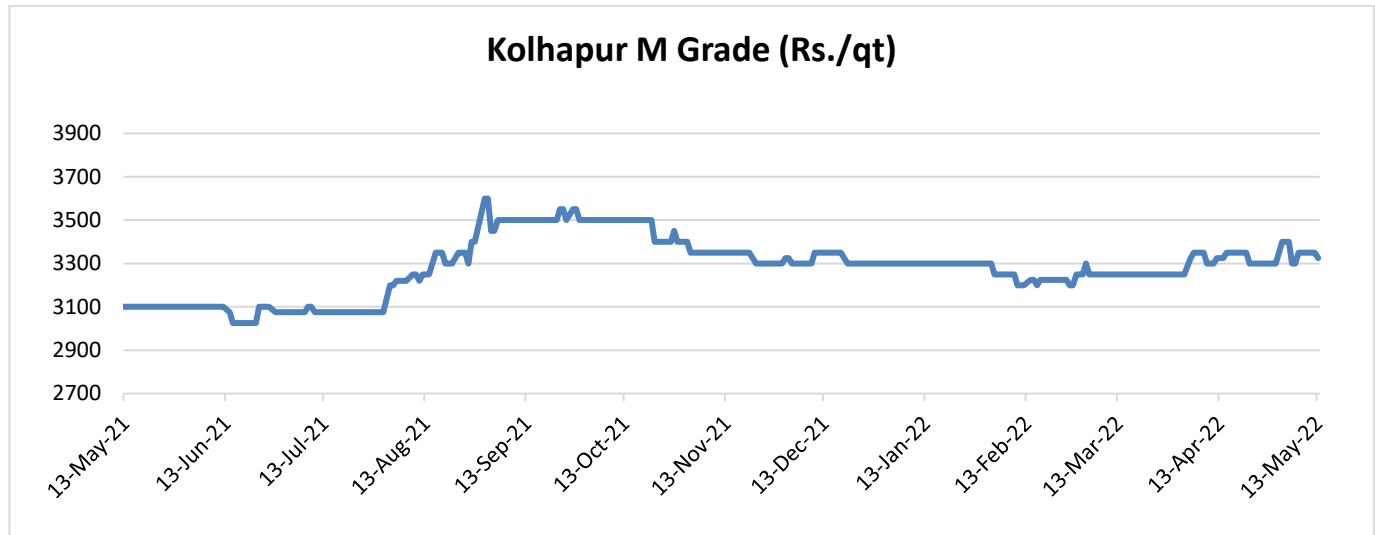
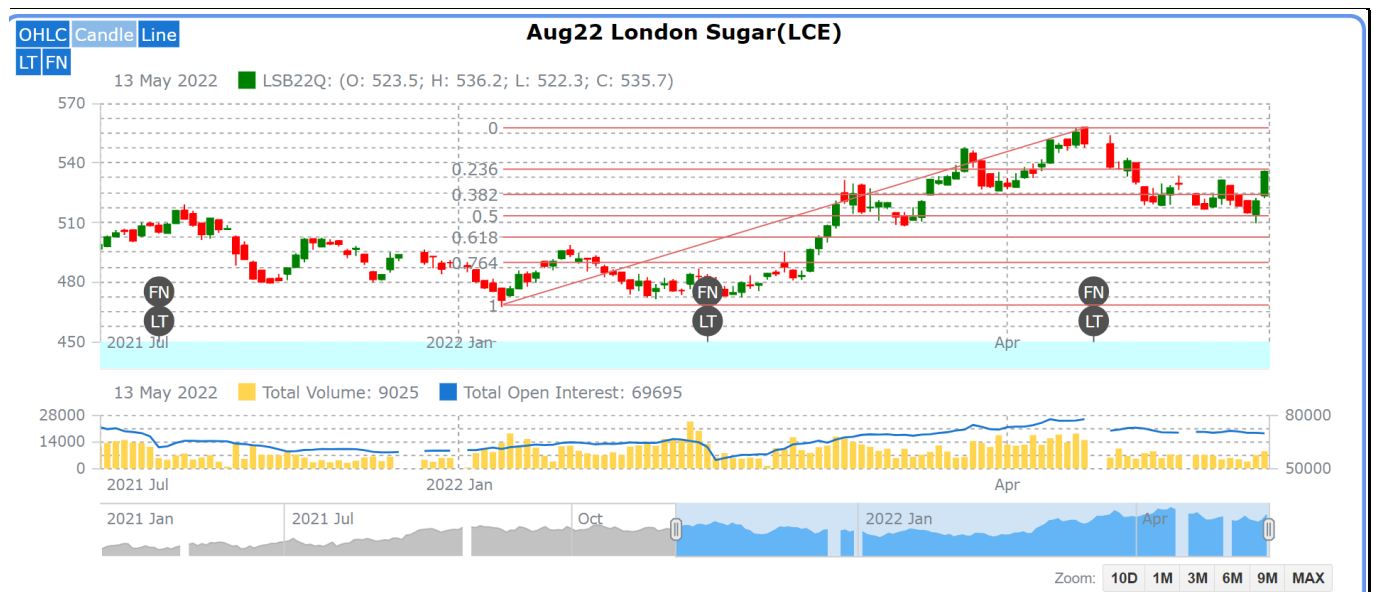
- The sugar mills in the Centre-south region of Brazil have increased the pace of sugarcane crushing in 2022-23 season. According to Unica, the sugar output in April'22 was down by 38.7% to 934,000 tonnes year-on year while the ethanol output was 1.09 billion litres, down by 15.8%. Around 180 plants have begun operations by end of April' 2022 as against 85 in the starting of the month.
- The Tereos Brazilian sugar unit expects to crush 17 million tonnes of sugarcane in the 2022-23 season. Around 65% of the sugarcane in Brazil would be diverted to the sugar production this season as against 62% in the preceding year. The remaining 35% of the cane would be diverted for the ethanol production in 2022-23 season.

Price Outlook:

- The average sugar prices have increased marginally to Rs. 3,538 per quintal during the past week from Rs.3,481 per quintal in Delhi market. Whereas, sugar prices in Maharashtra has increased to Rs.3325 per quintal. Agriwatch expects prices to remain stable in the coming week.

Price Projection for the Next week

- Agriwatch expects that spot Sugar prices (M grade) in the benchmark Kolhapur market is likely to remain stable in next week between Rs.3300 -3350 per quintal. Average prices for Sugar 'M' grade in key Kolhapur market was at Rs.3325 per quintal last week.

**International Sugar Futures Price Projection****LIFFE (White Sugar Exchange) Future Market Sugar Scenario (Aug'22 Contract)****Technical Commentary**

- As depicted in the above chart, there is a trendline breakdown, and it has broken to 50% Fibonacci retracement level.

- Market has retraced back in the last week after taking a support of 38% and 50% Fibonacci retracement level.
- Increase in open interest along with recent rise in prices indicates fresh positions are building up.

International Sugar Futures Price Projection			
	Contract Month	Present Quote	The expected Price level for next week
LIFFE Sugar (US \$/MT)	May'22	535	532-550



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

Technical Commentary:

- As depicted in the above chart, earlier there was a trendline breakdown, market has broken to 61% Fibonacci retracement level.
- Market has retraced back in the last week after taking a support of 61% and 50% Fibonacci retracement level.
- Market is further expected to move up in the coming week.

International Sugar Futures Price Projection			
	Contract Month	Present Quote	The expected Price level for next week
ICE Sugar #11 (US Cent/lb)	Jul'22	19.17	19.20-19.35

Spot Sugar Prices Scenario (Weekly) (Average)					
Commodity	Centre	Variety	Average Prices (Rs/Qtl)		Change
Sugar			05th Apr'22 to 11th May'22	28th Apr'22 to 04th May'22	
Delhi	Delhi	M-Grade	3525	3538	-13
	Delhi	S-Grade	3505	3518	-13
Maharashtra	Mumbai	M-Grade	3624	3622	2
	Mumbai	S-Grade	3507	3496	11
	Nagpur	M-Grade	3458	3475	-17
	Nagpur	S-Grade	3358	3375	-17
	Kolhapur	M-Grade	3333	3350	-17
	Kolhapur	S-Grade	3233	3250	-17
Assam	Guhawati	S-Grade	3493	3510	-17
Meghalaya	Shillong	S-Grade	3553	3570	-17
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3900	3870	30
	Vijayawada	S-Grade (With Duty)	3860	3830	30
West Bengal	Kolkata	M-Grade	3780	3765	15
Tamil Nadu	Chennai	S-Grade (With GST)	3787	3850	-63
	Dindigul	M-Grade (DCA)	3757	3740	17
	Coimbatore	M-Grade (DCA)	3700	NA	-
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3733	3800	-67

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)			05th Apr'22 to 11th May'22	28th Apr'22 to 04th May'22	
Uttar Pradesh	Muzaffarnagar	Chaku Fresh	3165	3266	-101
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	6000	3800	2200
	Muzaffarnagar	Khurpa (Fresh)	2998	2960	38
	Muzaffarnagar	Laddoo (Fresh)	3230	3236	-6
	Muzaffarnagar	Rascut (Fresh)	2640	2667	-27
	Hapur	Chaurasa	2952	2950	2

	Hapur	Balti	2952	2950	2
Andhra Pradesh	Chittur	Gold	NA	NA	-
		White	NA	NA	-
		Black	NA	NA	-
Maharashtra	Latur	Lal Variety	NA	NA	-
Karnataka	Bangalore	Mudde (Average)	4200	4200	Unch
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur	Achhu	NA	NA	-
	Gulbarga	Other (Average)	NA	NA	-
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	3630	3613	18
	Mandya	Kurikatu (Medium)	3327	3325	2
	Mandya	Other (Medium)	3163	3348	-184
	Mandya	Yellow (Medium)	3337	3478	-141
	Shimoga	Achhu (Average)	3700	3700	Unch

Spot Sugar Prices Scenario (Weekly)						
Commodity	Centre	Variety	Today	Week Ago	Month Ago	Year Ago
Sugar			11-May-22	4-May-22	11-Apr-22	12-May-21
Delhi	Delhi	M-Grade	3460	3550	3405	3215
	Delhi	S-Grade	3440	3530	3385	3195
Maharashtra	Mumbai	M-Grade	3620	3630	3610	3340
	Mumbai	S-Grade	3500	3516	3472	3220
	Nagpur	M-Grade	3475	3525	3425	3225
	Nagpur	S-Grade	3375	3425	3325	3125
	Kolhapur	M-Grade	3350	3400	3300	3100
	Kolhapur	S-Grade	3250	3300	3200	3000
Assam	Guhawati	S-Grade	3563	3613	3512	3309
Meghalaya	Shillong	S-Grade	3570	3620	3520	3320
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3900	3900	3880	3600
	Vijayawada	S-Grade (With Duty)	3860	3860	3840	3580
West Bengal	Kolkata	M-Grade	3780	3780	3720	3500
Tamil Nadu	Chennai	S-Grade	3640	3860	3740	3600
	Dindigul	M-Grade (DCA)	3790	3740	3810	3540
	Coimbatore	M-Grade (DCA)	3700	0	3600	3540
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3600	3800	3600	0

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)			11-May-22	4-May-22	11-Apr-22	12-May-21
Uttar Pradesh	Muzaffarnagar	Chaku Sukha	NR	3275	3175	3200
	Muzaffarnagar	Chaku(Arrival)(40kg Bag)	NR	1000	4000	2000
	Muzaffarnagar	Khurpa	NR	2950	2700	2875
	Muzaffarnagar	Laddoo	NR	3275	3038	3125
	Muzaffarnagar	Rascut	NR	2675	2550	2600
	Hapur	Chaurasa	2800	2950	0	Closed
	Hapur	Balti	2960	2950	0	Closed
Andhra Pradesh	Chittur	Gold	0	0	0	0
		White	0	0	0	0
		Black	0	0	0	0
Maharashtra	Latur	Lal Variety	0	0	0	0
Karnataka	Bangalore	Mudde (Average)	4200	4200	4650	4350
	Belgaum	Mudde (Average)	3800	0	0	0
	Belthangadi	Yellow (Average)	0	0	0	0
	Bijapur	Achhu	0	0	0	0
	Gulbarga	Other (Average)	0	0	3100	0
	Mahalingapura	Penti (Average)	0	3451	0	3138
	Mandya	Achhu (Medium)	3700	3570	3610	0
	Mandya	Kurikatu (Medium)	3400	3300	3300	0
	Mandya	Other (Medium)	3100	3250	3390	0
	Mandya	Yellow (Medium)	3350	3450	3640	0
	Shimoga	Achhu (Average)	3700	3700	3700	3450

International Sugar Prices (Weekly Average)

	Contract Month	05th Apr'22 to 11th May'22	28th Apr'22 to 04th May'22	Change
ICE Sugar #11 (US Cent/lb)	22-May	18.71	18.88	-0.17
	22-Jul	18.99	18.89	0.10
	22-Oct	18.69	19.02	-0.33
LIFFE Sugar (US \$/MT)	22-May	506.80	503.58	3.22
	22-Aug	514.50	524.44	-9.94
	22-Oct	509.84	515.32	-5.48

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2022 Indian Agribusiness Systems Ltd.