

Recent Update:

Sugar physical market showed a mixed trend today in India. Sugar prices were higher in the Delhi market at Rs. 3520/qtl whereas in the Kolhapur market prices were higher at Rs. 3425/qtl.

According to the Pakistan Sugar Mills Association, around 1.2 million tonnes of excess sugar is available at the beginning of the next sugarcane crushing season. During the previous season sugar mills had produced 2 million tonnes of surplus sugar. As per the sources, it is expected that because of good weather conditions in this season the sugarcane crop is expected to increase by 10 percent.

The Department of Food & Public Distribution (DFPD) under a vide notification dated 05th August 2022, has issued Export Release Orders (EROs) to exporters and sugar mills. DFPD has issued the orders taking into account higher-than-anticipated domestic production in the 2021-22 season. Many sugar mills which have produced raw sugar for export were unable to export sugar due to restrictions. Since the raw sugar if not exported may get deteriorated in other 3-4 months, it has been decided to issue ERO to such sugar mills having stock of raw sugar and those who have applied for ERO. Around 4,30,563 MT of sugar is allowed for further export.

Weather Forecast

Heavy rainfall at isolated places over Chhattisgarh, Odisha, Telangana, ghat areas of Madhya Maharashtra, Konkan & Goa, Madhya Pradesh, Vidarbha, Gangetic West Bengal, Coastal & South Interior Karnataka, Rajasthan, Jharkhand, Assam & Meghalaya, Nagaland, Manipur, Mizoram & Tripura, Marathwada, Coastal Andhra Pradesh, Yanam, North Interior Karnataka, Kerala & Mahe. Thunderstorm accompanied with gusty winds likely at isolated places over Andaman & Nicobar Islands, and with lightning at isolated places over Coastal Andhra Pradesh, Yanam, South Rajasthan, and Kerala & Mahe.

Previous Updates:

The Cabinet Committee on Economic Affairs has approved Fair and Remunerative Price (FRP) of sugarcane for the 2022-23 sugar season at Rs. 305 per quintal for a basic recovery rate of 10.25%, providing a premium of Rs. 3.05/quintal for each 0.1% increase in recovery over and above 10.25%, & reduction in FRP by Rs. 3.05/quintal for every 0.1% decrease in recovery.

However, the Government with a view to protect interest of sugarcane farmers has also decided that there shall not be any deduction in case of sugar mills where recovery is below 9.5%. Such farmers will get Rs. 282.125/quintal for sugarcane in ensuing 2022-23 season as compared to previous Rs. 275.50/quintal in 2021-22 current season.

International Sugar Futures ICE (US Cent/lb)

Daily Futures Price Listing Friday, Aug 05 th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
Sugar #11(ICE)									
Oct-22	220805	17.66	17.98	17.58	17.94	+0.39	51,829	333,991	-3,495
Mar-22	220805	17.78	18.05	17.71	18.02	+0.34	25,295	25,295	+1,131
May-22	220805	17.20	17.42	17.12	17.41	+0.31	7,361	7,361	+423
Jul-23	220805	16.81	16.99	16.73	16.99	+0.28	2,513	2,513	+178
Oct-23	220805	16.79	16.95	16.95	16.95	+0.26	1,235	1,235	+60
Mar-23	220805	17.04	17.14	17.14	17.13	+0.22	429	429	+79
May-24	220805	16.64	16.71	16.71	16.70	+0.18	226	226	+77
Jul-24	220805	16.32	16.45	16.45	16.45	+0.17	208	208	-18
Total Volume and Open Interest							89,396	89,396	-1,352

Source: MRCI

International Sugar Futures LIFFE (US \$/MT)

Daily Futures Price Listing Friday, Aug 05 th 2022									
Most Recent Information							Previous Day		
Month	Date	Open	High	Low	Close	Change	Volume	Open Int	Change
London Sugar (LCE)									
Oct-22	220805	530.40	552.80	529.90	550.90	+22.90	4,435	33,285	-617
Dec-22	220805	505.40	519.40	503.00	517.00	+15.30	2,710	15,943	+355
Mar-22	220805	492.20	499.80	489.60	498.40	+9.50	1,082	11,029	-105
May-22	220805	485.40	491.10	481.90	489.70	+7.80	259	4,684	+44
Aug-23	220805	474.80	482.70	474.80	481.00	+5.60	63	3,499	-24
Total Volume and Open Interest							8,659	72,917	-312

Source: MRCI

DOMESTIC PRICES AND ARRIVAL

Sugar Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
			6-Aug-22	5-Aug-22	
Sugar					
Delhi	Delhi	M-Grade	3520	3500	20
	Delhi	S-Grade	3500	3480	20
Uttar Pradesh	Khatauli	M-Grade	3575	3575	Unch
	Ramala	M-Grade	3515	3515	Unch
	Dhampur	M-Grade Ex-Mill	3545	3545	Unch
	Dhampur	S-Grade Ex-Mill	3545	3545	Unch
	Dhampur	L-Grade Ex-Mill	NA	NA	-
Maharashtra	Mumbai	M-Grade	3646	3646	Unch
	Mumbai	S-Grade	3510	3516	-6
	Nagpur	M-Grade	3550	3525	25
	Nagpur	S-Grade	3450	3425	25
	Kolhapur	M-Grade	3425	3400	25
	Kolhapur	S-Grade	3325	3300	25
Assam	Guhawati	S-Grade	3639	3613	25
Meghalaya	Shillong	S-Grade	3645	3620	25
Andhra Pradesh	Vijayawada	M-Grade (With Duty)	3940	3940	Unch
	Vijayawada	S-Grade (With Duty)	3840	3840	Unch
West Bengal	Kolkata	M-Grade	3810	3810	Unch
Tamil Nadu	Chennai	S-Grade (With GST)	3550	3550	Unch
	Dindigul	M-Grade (DCA)	3810	3810	Unch
	Coimbatore	M-Grade (DCA)	NA	NA	-
Chattisgarh	Ambikapur	M-Grade (Without Duty)	3900	3900	Unch

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

*DCA: Department of consumer affairs

Jaggery (Gur) Prices at Key Spot Markets:					
Commodity	Centre	Variety	Prices (Rs/Qtl)		Change
			6-Aug-22	5-Aug-22	
Jaggery(Gur)					
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	2900	2900	Unch
	Hapur	Balti	3040	3050	-10
Andhra Pradesh	Chittur	Gold	NR	NR	-
		White	NR	NR	-
		Black	NR	NR	-
Maharashtra	Latur	Lal Variety	NR	NR	-
Karnataka	Bangalore	Mudde (Average)	4550	4650	-100
	Belgaum	Mudde (Average)	NA	NA	-
	Belthangadi	Yellow (Average)	NA	NA	-
	Bijapur/Vijayapura	Achhu	NA	NA	-
	Gulbarga/Kalaburgi	Other (Average)	NA	NA	-
	Mahalingapura	Penti (Average)	NA	NA	-
	Mandya	Achhu (Medium)	NA	NA	-
	Mandya	Kurikatu (Medium)	NA	NA	-
	Mandya	Other (Medium)	NA	NA	-
	Mandya	Yellow (Medium)	NA	NA	-
	Shimoga/Shivamogga	Achhu (Average)	3800	3750	50

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