



Industry Report

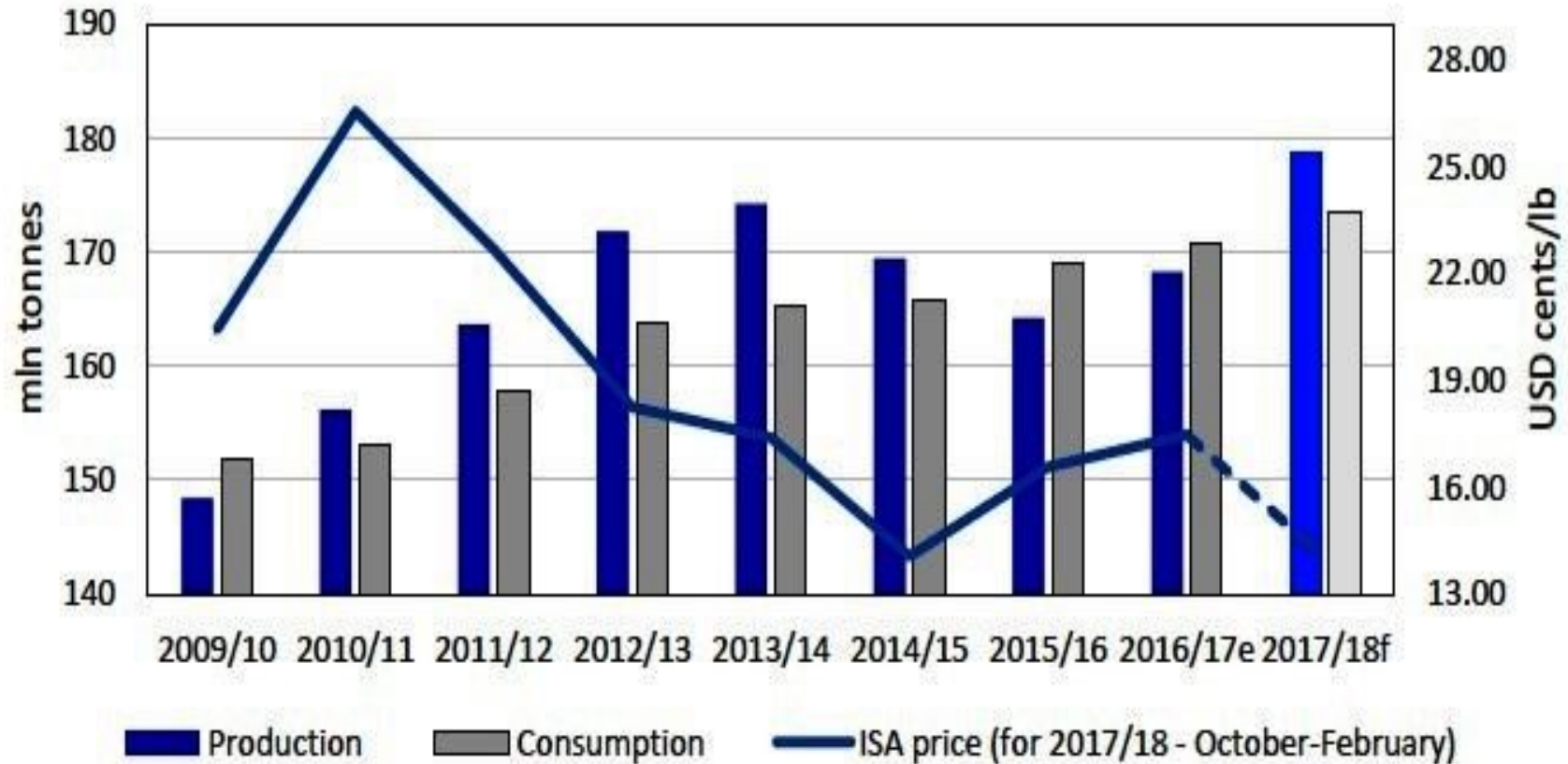
 January~February 2018

World Sugar

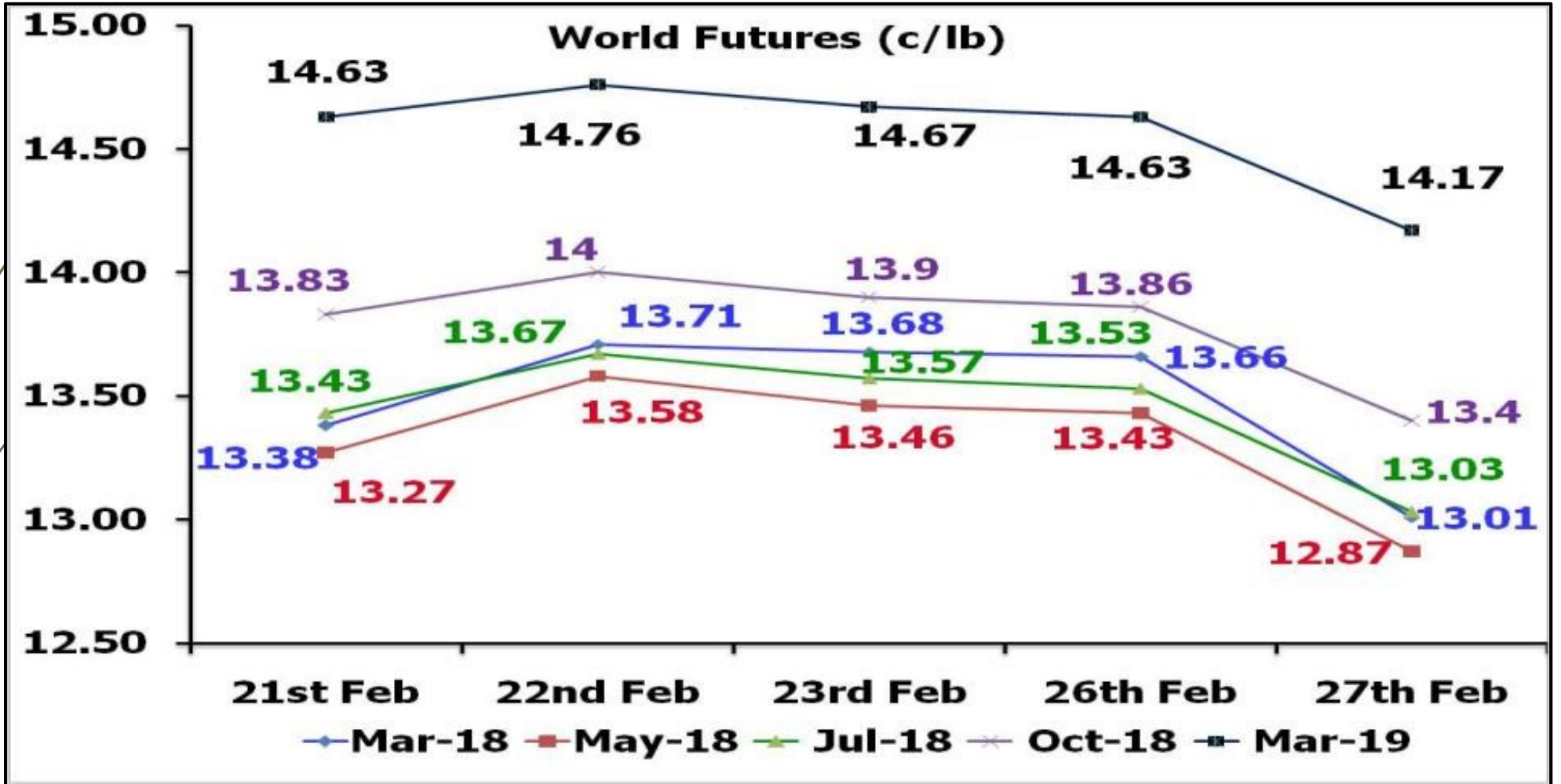
ISO – Quarterly Market Outlook – February 2018

- Marginal up~revision of Surplus to 5.15 million tons in 2017~18
- Record Output at 179 million tons
- Consumption to grow by 1.6%
- Market values under pressure due to supply overhang
- Domestic prices fall by > 15% in EU & India

World Production, Consumption and ISA Prices



Source: ISO



Source: ISO

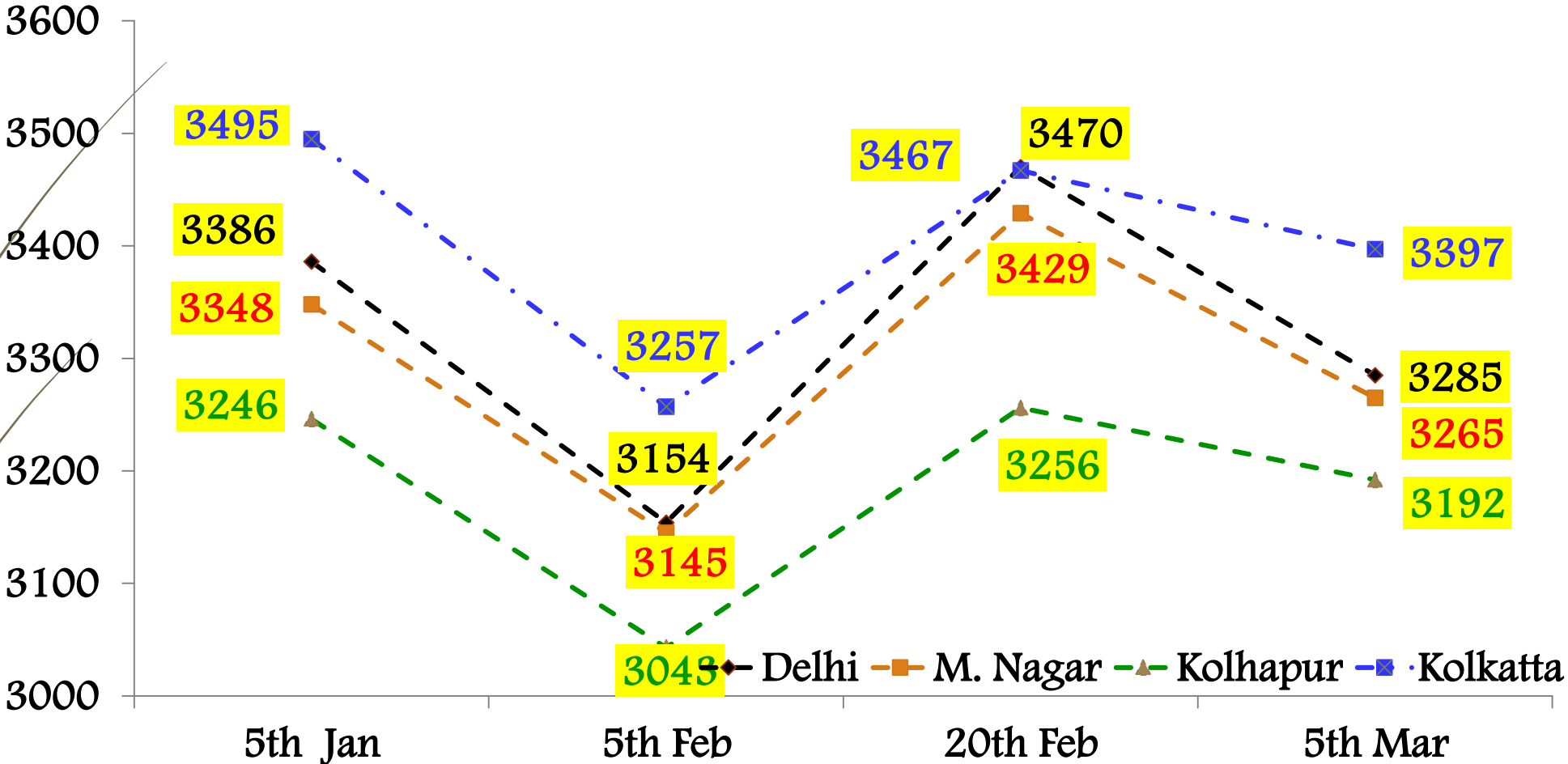
Indian Sugar

Statistical position (sugar season) (Lac t)

Sl No.	State	Production		Estimate for 17-18		
		16-17	17-18 till Feb	First Advance	Second Advance	Revised in March
1	U.P	88	74	102	102	105
2	Maharashtra	42	84	74	83	101
3	Karnataka	22	33	23	26	35
4	TN	11	4	6	6	6
5	Gujarat	9	8	11	10	11
6	AP &Telangana	5	5	7	7	7
7	Bihar	5	5	6	6	6
8	Punjab	7	5	7	7	7
9	Others	14	13	15	14	17
	All India	203	231	251	261	295

Source: ISMA

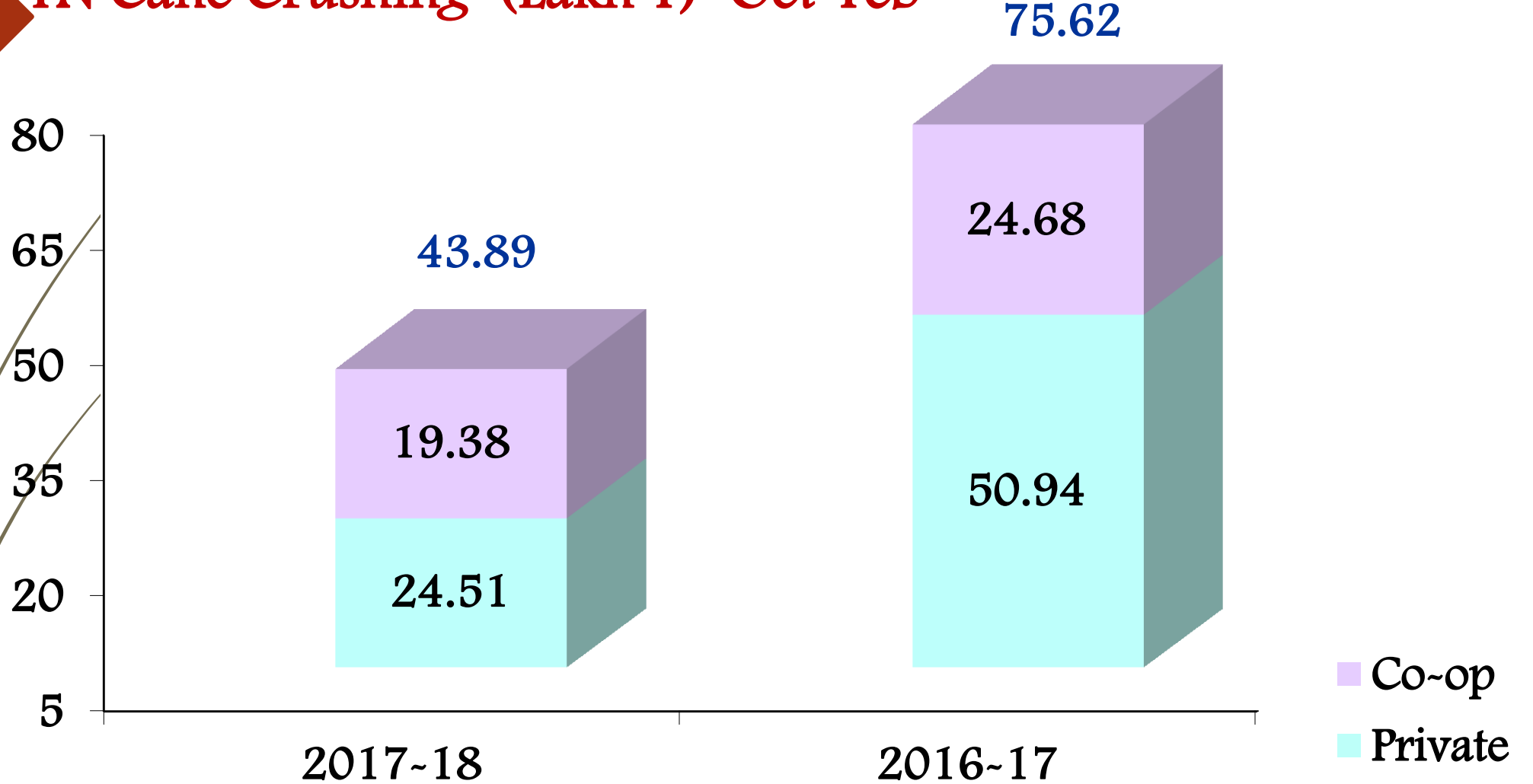
India: NCDEX Spot



Source: ISMA

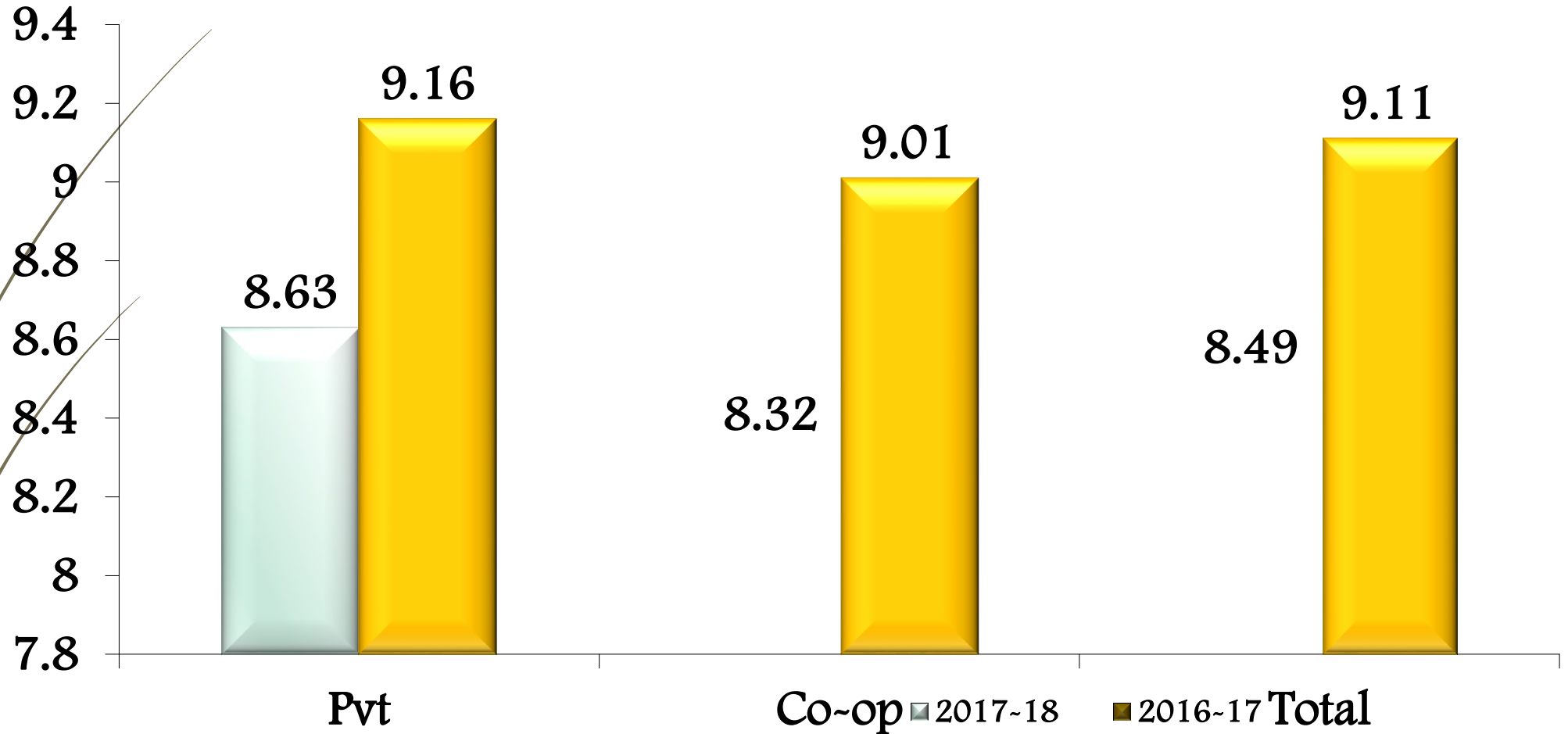
Nature	Date	Central Govt. Measures
Import Duty	06-02-18	➤ Hiked to 100% from 50%
Stock Limit	08-02-18	Imposed minimum maintainable stock limit:
	Feb'18 March'18	➤ Not less than 83% of Jan'18 closing stock (plus) Feb'18 Output (minus) Export in Feb'18 ➤ Not less than 86% of Feb'18 closing stock (plus) March'18 Output (minus) Export in March'18

TN Cane Crushing (Lakh T) Oct~Feb



Source: SISMA

TN Recovery % Oct ~Feb



Source: SISMA

Tamil Nadu Budget Highlight : Sugar Industry~specific

- Recommending the State Advisory Price for sugarcane has been done away
- Switch over to Revenue Sharing Formula from current Sugar Season
- Transport cost – Industry continues to bear
- Transitional Production Incentive direct to farmers to bridge FRP~SAP gap
- Budgetary allocation Rs.200 crores towards the Production Incentive
- Special Scheme to cover 55000 acres under SSI
- Industry hails the State move