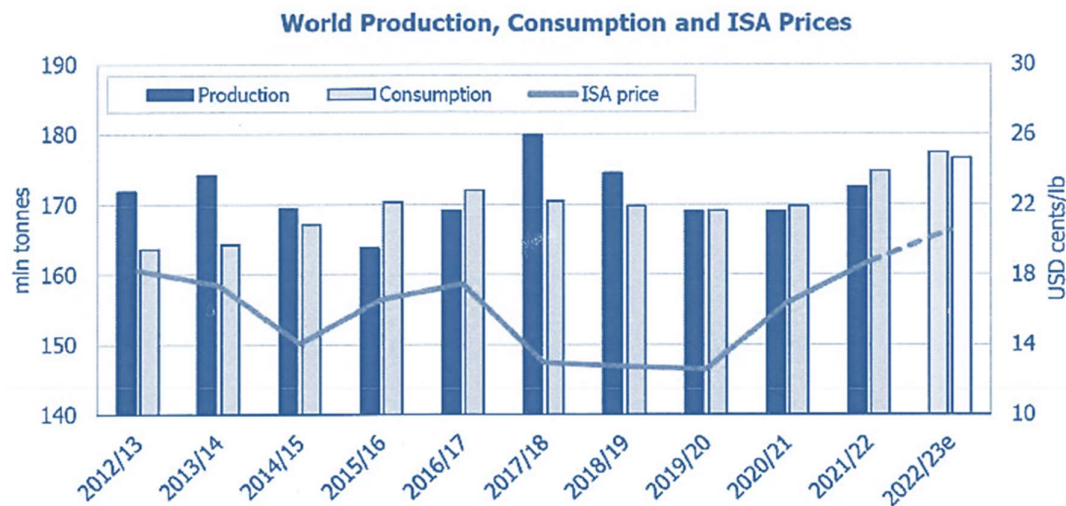


## 1. World Sugar

### 1.1 Scenario

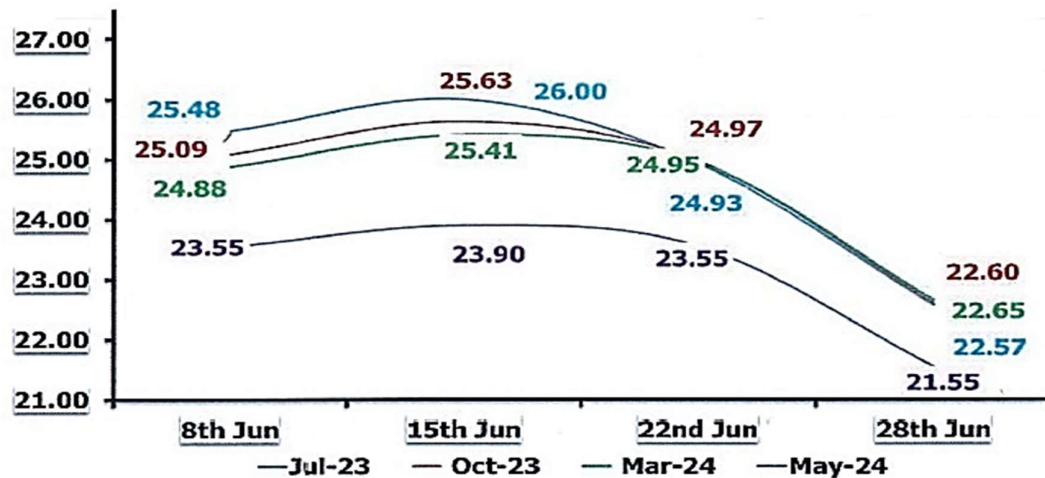
ISO in its QMO for May'23 presented the third revision of the global sugar balance for 2022/23 season that underpins the following:

- 2022/23 global surplus downgraded to 0.852 million metric ton from 4.151 million metric ton
- Production in 2022/23 to reach 177.365 million metric ton (and no longer a new record), up 4.862 million metric ton from last season but down on previous estimates
- Consumption in 2022/23 is revised up by 1.740 million metric ton on last season to 176.513 million metric ton
- Trade figures show a minor surplus of 0.339 million metric ton while export seasonality from Brazil is expected to dominate market dynamics



Source: ISO, QMO-May'23

## 1.2 Prices



Source: ISO QMO –May'23

## 2 Indian sugar

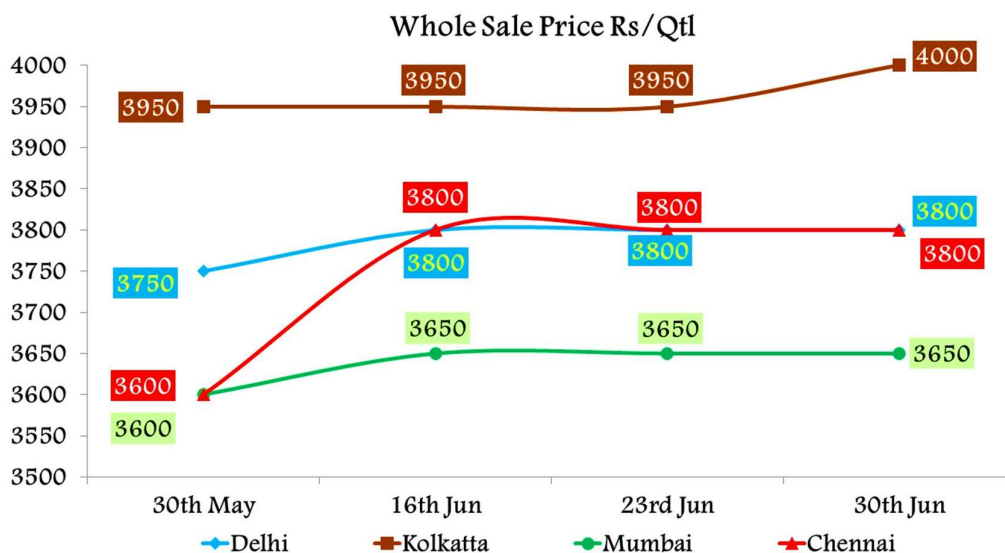
### 2.1 Sugar production estimate

| Sl # | Particulars                   | 18-19 | 19-20 | 20-21 | 21-22 | 22-23 (P) |
|------|-------------------------------|-------|-------|-------|-------|-----------|
| 1    | Opening Stock                 | 107   | 146   | 107   | 82    | 70*       |
| 2    | Production                    | 332   | 274   | 312   | 358   | 328       |
| 3    | Import                        | ~     | ~     | ~     | ~     | ~         |
| 4    | Internal consumption          | 255   | 253   | 266   | 273   | 275       |
| 5    | Diversion for Ethanol         | 3     | 8     | 20    | 32    | 40        |
| 6    | Export                        | 38    | 60    | 72    | 111   | 61        |
| 7    | Closing stock                 | 146   | 107   | 82    | 55    | 61        |
| 8    | Closing stock as % of offtake | 57    | 42    | 31    | 20    | 22        |

\* SS 22-23 (P) - Reconciled with Government data

Source: ISMA

## 2.2 Sugar prices



## 2.3 Fair & Remunerative Price (FRP) for sugar season 2023-24:

The Central Government by Notification dated 6th July'23 conveyed the FRP of sugarcane payable by the mills for SS 2023-24 at Rs.315 per quintal, linked to a basic recovery of 10.25%, subject to a premium of Rs.3.07 per quintal for every 0.1% increase in recovery above that level.

It also informed that the FRP would be proportionately reduced for every 0.1% decrease in the recovery percent below 10.25% but above 9.5% and FRP for sugar mills having recovery of 9.5% or less will be at Rs.291.975 per qtl.

\*\*\*\*\*