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Monsoon Update

June 2025



IMD Prediction



- India is expected to receive above-average rainfall in 2025, with projections at 105% of the long-term average of 868m.
- The absence of El Niño conditions and the potential development of La Niña later in the season are contributing to the positive monsoon outlook.
- While most regions are likely to experience above-normal rainfall, certain areas in northwest, northeast, and southern Peninsular.

Skymet Prediction



- Skymet forecasts a normal monsoon in 2025, with rainfall at 103% of the long-term average, plus or minus 5%.
- The forecast is supported by neutral El Niño–Southern Oscillation (ENSO) conditions and a potentially positive Indian Ocean Dipole (IOD).
- The monsoon is likely to reach Kerala around May 31 and The anticipated good monsoon is expected to boost agricultural output, stabilize food prices, and support economic growth

Sectors to experience tailwinds due to positive monsoon outlook

1) Seeds

2) Agrochemicals

3) Agri Equipment

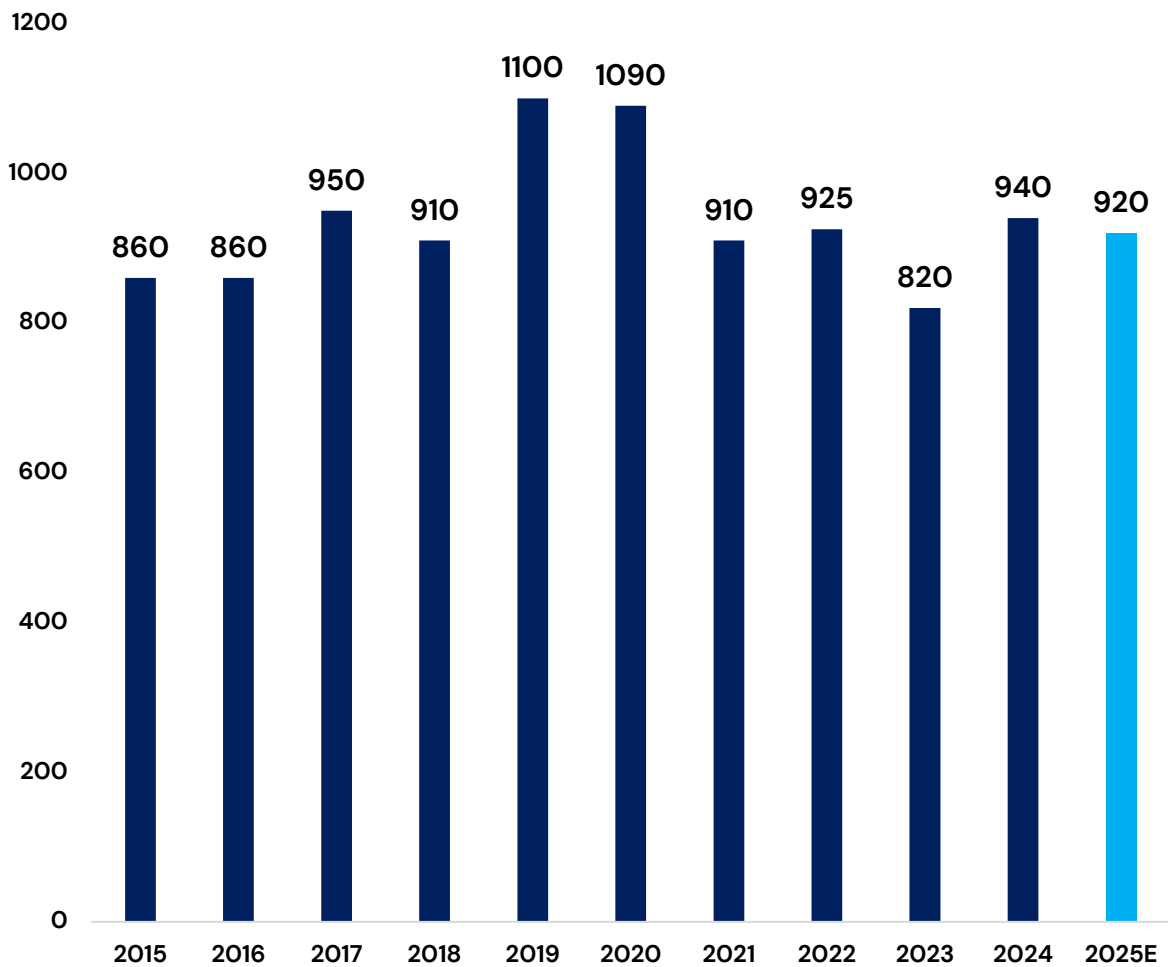
4) Fertilizers

5) Sugar

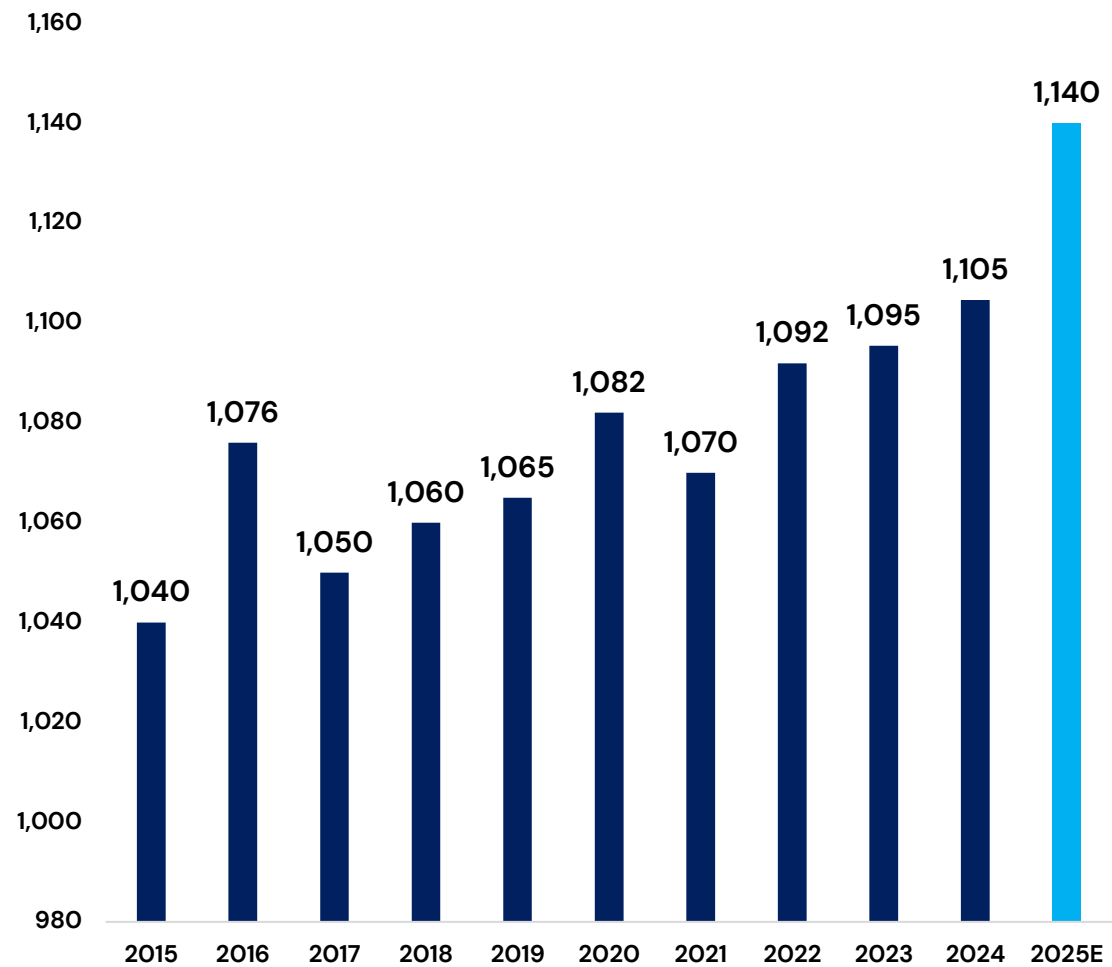
Historical Data (Rainfall & Acreage)



Rainfall (in MM)



Kharif Sown Area (Lakh Hectares)



Sugar Production



YTD	15th April'2025			
	Number of Factories			Net sugar Production (Lac Tons)
Zone	Started	Closed	Operating	
U.P.	122	100	22	91.10
Maharashtra	200	199	1	80.76
Karnataka	80	80	0	40.40
Gujarat	15	14	1	8.86
Tamil Nadu	30	16	14	4.70
Others	87	87	0	29.15
ALL INDIA	534	496	38	254.97

(Above sugar production figures are after diversion of sugar into ethanol)

- India has produced approximately 254.97 lakh tonnes of sugar, with around 38 sugar mills still operational as of April 15, Indian Sugar and Bio-energy Manufacturers Association said in a statement Thursday.
- Around 35 lakh tons of sugar is expected to be diverted towards ethanol production this year, against last year's estimated diversion of 21.5 lakh tonnes.

Sugar Production – Expectations



Sugar Season	2021	2022	2023	2024	2025	2026E*
Op. Stock as on 1st Oct	10.2	8.4	6.3	5.6	7.9	5.2
Sugar Production	31.1	35.8	33.0	30.5	25.5	36.0
Imports	0.0	0.0	0.0	0.0	0.0	0.0
Total Available Supply	41.3	44.2	39.3	36.1	33.4	41.2
Sugar Consumption	25.8	26.6	27.9	28.5	28.8	29.4
Exports / Diverstion	7.1	11.3	6.2	0.0	0.0	0.0
Diverstion TO Ethnaol	2.4	3.4	4.5	2.2	4.0	4.5
Clos. Stock as on 30th Sept.	8.4	6.3	5.2	7.9	0.6	7.3

Govt. Initiative – Secondary Tailwind for Agri Sector



- ✓ Buoyed by an above-normal monsoon forecast, the Centre has set a record foodgrain production target of 354.64 million tons for the crop year 2025-26.
- ✓ We plan to achieve record foodgrain production through introduction of high yielding varieties, climate resilient seeds, crop diversification, increased area and through intervention of better technology and agricultural practices," said Shivraj Singh Chouhan, Union minister of agriculture and farmers welfare and rural development, while addressing media at Indian Agricultural Research Institute
- ✓ Govt Scheme to aid farmers growth leading to higher demand in Seeds, fertilizers, farm equipment's, agrochemical,
- ✓ Higher feedstock availability for sugar and Govt. initiative of E2O bodes well for better product mix for sugar companies and better working capital management and higher profitability for Sugar Mills.

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