

# India to Chair International Sugar Organisation in 2024

#### **Source: PIB**

#### Why in News?

The recent announcement at the 63<sup>rd</sup> council meeting of the International Sugar Organisation (ISO), headquartered in London, heralded a significant moment for India.

 India is set to chair the organization in 2024, marking a pivotal milestone in its global stature within the <u>sugar industry</u>.

#### What is the International Sugar Organization?

- The International Sugar Organization serves as a vital intergovernmental body dedicated to enhancing the global sugar market. It represents:
  - 87% of world sugar production
  - **64%** of world sugar consumption
- With a membership of around 88 nations, India being among them, the organization encompasses a diverse range of countries.
- The ISO administers the International Sugar Agreement (ISA), 1992 aiming to:
  - Foster international cooperation in sugar-related matters
  - Facilitate intergovernmental discussions to improve the global sugar economy
  - Collect and disseminate market information
  - Encourage expanded sugar use, especially in non-traditional applications.

### What is the Status of the Sugar Industry in India?

- About:
  - India is the largest consumer and second-largest producer of sugar globally. With a substantial 15% share in global sugar consumption and a robust 20% production rate, India's strategies significantly impact the international sugar market.
  - India stands as the Eastern Hemisphere's market leader in sugar, complementing
    Brazil's stronghold in the Western Hemisphere.
- Geographical Conditions for the Growth of Sugar:
  - **Temperature:** Between 21-27°C with hot and humid climate.
  - Rainfall: Around 75-100 cm.
  - **Soil Type:** Deep rich loamy soil.
- Distribution: The sugar industry is predominantly located across two primary production regions: the northern belt encompassing Uttar Pradesh, Bihar, Haryana, Punjab and Bihar and the southern belt comprising Maharashtra, Karnataka, Tamil Nadu, and Andhra Pradesh.
  - The southern region benefits from a tropical climate, which is conducive to higher sucrose content in crops, resulting in increased yields per unit area compared to northern India.
- Related Indian Government Initiatives:

- Fair and Remunerative Price (FRP): The government has set the FRP for the 2023-2024 sugar season at Rs. 315 per quintal.
  - FRP is the minimum price that sugar mills must pay sugarcane farmers. It is announced annually by the Centre.
    - The government fixes the FRP based on recommendations from the **Commission for Agricultural Costs and Prices (CACP).**
  - Under the FRP system, the price paid to farmers for sugarcane is not linked to the profits generated by sugar mills.
- Ethanol Blended Petrol Programme
  - **Ethanol** is an agricultural by-product primarily sourced from the **processing of sugarcane for sugar,** and can also be derived from alternative sources like rice husk or maize.
    - When ethanol is mixed with petrol to reduce the consumption of fossil fuels in vehicle operation, it is termed Ethanol Blending.
  - India aims to achieve a 20% ethanol-blended petrol target by the year 2025.

## **UPSC Civil Services Examination Previous Year Question (PYQ)**

### **Prelims**

Q According to India's National Policy on Biofuels, which of the following can be used as raw materials for the production of biofuels? (2020)

- 1. Cassava
- 2. Damaged wheat grains
- 3. Groundnut seeds
- 4. Horse gram
- 5. Rotten potatoes
- 6. Sugar beet

Select the correct answer using the code given below:

- (a) 1, 2, 5 and 6 only
- **(b)** 1, 3, 4 and 6 only
- (c) 2, 3, 4 and 5 only
- (d) 1, 2, 3, 4, 5 and 6

Ans: (a)

Q. Given below are the names of four energy crops. Which one of them can be cultivated for ethanol? (2010)

- (a) Jatropha
- (b) Maize
- (c) Pongamia
- (d) Sunflower

Ans: (b)