

Subject : Regarding banning of livestock in the cultivation / cultivation of the Cane produced during the Cane season of 2019-20.

Government of Maharashtra
Ministry of Home Department

Government Decision Number: MPL-0189 / Sr.07 / Rausu-3.
December 27, 2019.

Date: -

Madam Kama House,
Hutatma Rajguru Chowk,
Mumbai-400 032,

Revocation : - Government Decision, No. MPL-1213 / No. 559 / Rausu-3,
dated 4.1.2016.

Preamble: -

1. On the decision of the Union Government, the State Government has cancelled the control over the allotment of the Molasses in accordance with the letter of the Home Department, KMLS / 1093/1 / IXC-2, dated June 21, 1993. Therefore, the byproduct of molasses produced in sugar mills in the state can be sold to any other licensed license holder. In this regard, the Mumbai Molasses Rules, 1955, the Mumbai Molasses (Control) Act, 1956, as well as the Mumbai e Molasses (Supply, Cost and Cost Control) Act, 1960. As per the provision, compliance with the rules regarding the cultivation of sugar cane molasses produced in the State- transportation charges, collection of duty charges, etc. are made by the State Excise Duty Division. Considering the quantity of available Sugar Cane available in the state, the Sugar cane production estimate is prepared every year and after meeting the need of the state, the residue was allowed with the approval of the government for export to other states or areas.

2. Following the announcement of the Declaration on Disposal of Molasses produced by Sugar Mills in the House of Assembly in 2015, District authority – Collector was designated to issue /allow permits in the state to move/export molasses. This procedure is the prevailing procedure for controlling freedom of Officers have been relocated.
3. Molasses is an important source of revenue for the state excise duty department. Molasses is mainly used for the manufacture of alcohol. There are about 231 sugar factories, of which 134 Mills are operating in the State. (of which 134 are factories affiliated to the sugar factories, 95 of which are in Co-operative sector and 39 are approved by the private sector) Also, there are 19 Stand alone factories. The sugar factories that have set up the distillery and are producing Extra Neutral Alcohol which is widely used in the state for the purpose of supplying alcohol and potable alcohol. The consumption of head alcohol is 60:40 and the government generates huge revenue from it.
4. In the past few years, the production of acreage and consumption of the state is generally available in the state from 35 to 40 lakh MT annually. According to the Sugar Commissioner, a potential 570.00 lakh MT of sugarcane will be sown in the current season, resulting in the production of a potential 22.20 MT of sugarcane. However, about 40.00 lakh metric tonnes per year is required.
5. The Central Government has announced the policy of combining ethanol in vehicle fuel with a ratio of 10% as on 02.1.2013. Thereafter, since the new Central Government has come into force from May 2014, Refiners have been given the task of effectively implementing a policy of combustion of fuel in vehicle fuel. Also, the Central Government has approved the distillation of B-heavy Molasses from sugarcane and C-heavy molasses from the sugarcane crop as per the circulars dated 18.9.2018 and dated 18.12.2018. Since the raw material required for them is likely to be in short, the demand for the extraction of wastewater is banned, according to the Ethanol Manufacturers Association of India and India.

6. Annual production of 35 to 40 lakh MT of Sugar Cane Molasses is produced in the State during the year 2017-18, as per the data regarding production and consumption of sugarcane in the State. Out of these, about 35 lakh metric tonnes of alone have been used for the production of alcoholic beverages and livestock in the state and 1.77 lakh metric tonnes of production has been allowed to exported to other states and 2.53 lakh MT for overseas export. Also, during the six months of November 18 to March 19 in 2018-19, 45.72 lakh metric tonnes of paddy has been produced and 29.18 lakh metric tonnes have been used in the state for distillation and cattle feed . 3.29 lakh MT of Molasses has been exported to other state and overseas.

7. Considering the sugar cane production estimate in Maharashtra and the full-time drought in Marathwada, the production of this crop is likely to be even lower this year compared to the previous year. Consequently, alcohol production will also decrease. The use of this alcohol is known to include alcohol / drug use, ENA. Also, since Ethanol is up for grabs, so will your alcohol consumption. Taking all the above into account the proposal to ban the export of Sugar Cane Molasses to other states and countries , the government was under consideration.

Government Decisions: -

Due to the production of low quantity of molasses production in the current crop season in the current 2019-20 season, the following steps are taken regarding banning of export of molasses produced during the 2019-20 Molasses season till September 30,2020.