

**No. 3(2)/2023-SP**  
**Government of India**  
**Ministry of Consumer Affairs, Food & Public Distribution**  
**Department of Food & Public Distribution**

**Krishi Bhawan, New Delhi**  
**Dated, the 1<sup>st</sup> September, 2025**

To,

CEOs/MDs of all Sugar Mills/Distilleries.

**Subject: Production of Ethanol from sugar/molasses based distilleries-reg.**

Sir/Madam,

I am directed to state that sugar mills and distilleries are allowed to produce ethanol from sugarcane juice/sugar syrup, B-Heavy Molasses as well as C-Heavy Molasses during ESY 2025-26 without any restriction.

2. The Department of Food and Public Distribution (DFPD), in coordination with the Ministry of Petroleum and Natural Gas (MoPNG), shall periodically review the diversion of Sugar to Ethanol production vis-à-vis production of Sugar in the country so that availability of sugar for domestic consumption is ensured throughout the year.

Yours Faithfully,

  
(Suresh Kumar Nayak)

Deputy Secretary to the government of India

Tele: 23380266

Copy to:

1. The Secretary,  
Ministry of Petroleum & Natural Gas,  
Shastri Bhawan, Dr. Rajendra Prasad Road,  
New Delhi - 110001.
2. Principal Secretary/Secretary (Excise)  
Major Sugar Producing States - For information
3. Cane Commissioners/Director (s) Sugar  
Sugar Producing States