

## Cane Price Hike to Hit Mills' Margin: Icra

The government's decision to hike sugarcane price is likely to impact margin of sugar mills, rating agency Icra said.



### Fair & Remunerative Price of Cane



**11%**

Rise in sugarcane price for 2017-18

**₹2,500 to 2,700**  
per tonne

Expected rise in cost of sugar output

#### REASONS FOR INCREASING FRP:

Incentivise farmers to increase cane acreage

Ensure better raw material security for next season

Source: PTI