F. No. 5-1/2024-SC
Government of India
Ministry of Consumer Affairs, Food and Public Distribution
Department of Food and Public Distribution
(Directorate of Sugar & Vegetable Oils)

Krishi Bhawan, New Delhi.
Dated 24th July, 2026

To,

Chief Executive Officers/ Managing Director,
All Sugar Mills(as per list attached)

Subject: Physical Verification of Sugar Stocks Held by Sugar Mills-reg.

Sir/Madam,

The Directorate of Sugar and Vegetable Oil, Government of India, has decided to undertake physical verification of sugar stocks held by sugar mills during the period from 1st to 14th August, 2026, in coordination with the State Sugar/ Cane Commissioners. Stock verification teams will comprise officers from the Directorate of Sugar and Vegetable Oil, Government of India and State Government.

2. Accordingly, all sugar mills are hereby informed that:

I. The sugar stock reported in the P-2 return for the month of June, 2026 shall be treated as the base stock for the purpose of physical verification.
II. Sugar sold or dispatched by the sugar mill in the month of July, 2026 shall be duly accounted for while determining the actual stock available on the date of inspection.
III. During the course of physical verification, if the stock reported in the P-2 return for June, 2026, after accounting for sales and dispatches made during July, is found to be at variance with the physical stock available at the sugar mill, such discrepancy shall be considered as violation of Sugar Control Order.
IV. In the event of any discrepancy, action shall be initiated against the concerned sugar mill under the provisions of the Essential Commodities Act, 1955 read with the Sugar Control Order, 2025 and other applicable orders/instructions issued thereunder.
V. In addition, the sale data for the month of July, 2026 will be validated against the GST sale data for the month of July, 2026 and in case of any discrepancy, domestic sugar quota for October, 2026 may not be allocated to the concerned sugar mill. The Government may also initiate any other action deemed appropriate under the applicable laws.

3. In view of above, all sugar mills are directed that:

- All sales and dispatches are correctly recorded in the sale books and other relevant records; and

- The records reflect the actual stock position available at the sugar mill on the date of inspection.

4. This Order is issued with the approval of the Competent Authority.

Rawat
24/7/26

Yours faithfully,

Rawat
24/3/26

(Arvind Kumar Rawat)
Director (DSVO)

Copy to:-

1. The State Governments/Union Territory Administrations concerned.
2. ISMA/NFCSF.