Sugar Market situation

AGRI G 4
Committee for the
Common Organisation of Agricultural Markets
26 September 2019
World Sugar Market
Exchange rates (20/9/2019):
Euro – Dollar exchange rate: 1 € = $1.103
Exchange rates (20/9/2019):
Euro – Real exchange rate: 1 € = 4.596 Real
World Prices

London N.5
20/09/2019: 326 $/t

New York N.11
20/09/2019: 244 $/t
World Prices

**White sugar**  (20/9/2019 vs. 23/8/2019)

- December 19: 326.3 $/t ( + 2.0 %; 295.8 €/t)
- March 20: 328.0 $/t ( - 0.5 %; 297.4 €/t)

**Raw sugar**  (20/9/2019 vs. 23/8/2019)

- October 19: 11.09 $cts/lb ( - 3.3 %; 221.7 €/t)
- March 20: 12.07 $cts/lb ( - 3.6 %; 241.2 €/t)

**White premium**: around 82 $/t on December/October basis (white/raw).
EU market price and world market prices
London 5 and NY 11 - first future - €/t

Raw sugar - NY N°11 (EUR/t)
White sugar - London N°5 (EUR/t)  
(1st expiration future nearby - settlement)
Average price for white sugar in the EU (EUR/t)
EU reference price (threshold)

EU
June 2019: 321 €/t
July 2019: 320 €/t

404 €/t

EU and Sugar world market prices since 1 April 2010 (EUR/t)
World Market News
World Market News ISO 09/2019

ISO - World sugar balance (m t)

<table>
<thead>
<tr>
<th>Year</th>
<th>Production</th>
<th>Consumption</th>
<th>Surplus / Deficit</th>
<th>Ending stocks</th>
</tr>
</thead>
<tbody>
<tr>
<td>2016/17</td>
<td>169</td>
<td>172</td>
<td>-2.9</td>
<td>86</td>
</tr>
<tr>
<td>2017/18</td>
<td>181</td>
<td>172</td>
<td>8.5</td>
<td>93</td>
</tr>
<tr>
<td>2018/19</td>
<td>176</td>
<td>174</td>
<td>1.7</td>
<td>95</td>
</tr>
<tr>
<td>2019/20</td>
<td>172</td>
<td>177</td>
<td>-4.8</td>
<td>90</td>
</tr>
</tbody>
</table>
EU Reference price and EU market price for white sugar

- Average price for white sugar within the Community
- EU reference price (threshold)
- Registered price - std deviation
- Registered price + std deviation

June 2006: 632 €/t
July 2009: 541 €/t
July 2010: 404 €/t
July 2019: 320 €/t
EU and Regional market prices for white sugar

Commission Regulation - R 2017/1185 Art. 12 (a) - Annex II 1.

Average price for white sugar within the Community
Ex-work prices for homogeneous granulated crystal, standard quality, in bulk or big bags

<table>
<thead>
<tr>
<th>Period</th>
<th>EU</th>
<th>Region 1</th>
<th>Region 2</th>
<th>Region 3</th>
</tr>
</thead>
<tbody>
<tr>
<td>July 2018</td>
<td>347</td>
<td>35</td>
<td>350</td>
<td>341</td>
</tr>
<tr>
<td>August 2018</td>
<td>347</td>
<td>38</td>
<td>338</td>
<td>345</td>
</tr>
<tr>
<td>September 2018</td>
<td>347</td>
<td>52</td>
<td>338</td>
<td>340</td>
</tr>
<tr>
<td>October 2018</td>
<td>321</td>
<td>46</td>
<td>325</td>
<td>309</td>
</tr>
<tr>
<td>November 2018</td>
<td>320</td>
<td>36</td>
<td>329</td>
<td>308</td>
</tr>
<tr>
<td>December 2018</td>
<td>314</td>
<td>37</td>
<td>323</td>
<td>300</td>
</tr>
<tr>
<td>January 2019</td>
<td>312</td>
<td>35</td>
<td>315</td>
<td>301</td>
</tr>
<tr>
<td>February 2019</td>
<td>314</td>
<td>34</td>
<td>322</td>
<td>303</td>
</tr>
<tr>
<td>March 2019</td>
<td>314</td>
<td>33</td>
<td>321</td>
<td>304</td>
</tr>
<tr>
<td>April 2019</td>
<td>319</td>
<td>31</td>
<td>324</td>
<td>311</td>
</tr>
<tr>
<td>May 2019</td>
<td>320</td>
<td>31</td>
<td>325</td>
<td>309</td>
</tr>
<tr>
<td>June 2019</td>
<td>321</td>
<td>33</td>
<td>325</td>
<td>311</td>
</tr>
<tr>
<td>July 2019</td>
<td>320</td>
<td>35</td>
<td>324</td>
<td>308</td>
</tr>
</tbody>
</table>
EU and Regional market prices for white sugar

Differences between EU average price and regional average prices in July 2019 (in EUR/tonne)

-12
+4
+66

EU July 2019: 320 €/t

Average price for white sugar within the Community

Region 1: AT - CZ - DK - FI - HU - LT - PL - SE - SK
Region 2: BE - DE - FR - UK - NL
Region 3: BG - ES - GR - HR - IT - PT - RO

R1: 324
R2: 308
R3: 386
EU Reference price and EU market price for white sugar compared with World price London N°5 (first future - $/t - €/t)
ACP average import price

Average prices (CAF) for raw and white sugar imported from ACP countries

- EUR/t
- W: 385
- R: 360

- Raw sugar price - imports from EPA-RTA
- White sugar price - imports from EPA-RTA
- Average price for white sugar within the Community
Sugar Beet Price
Average price for sugar beet:
R 2017/1185 Art 12 (a) - Annex II 1.

Reference period: 1/10/2017 to 30/09/2018

EU weighted average price: EUR 25.7/t
METHODOLOGY
FOR THE ESTABLISHMENT OF SUGAR BEET PRICES

The price shall be notified as follows:
- one weighted average price per marketing year;
- in national currency, per tonne;
- taking account of all of the quantities purchased by sugar beet processors from beet growers in respect of the marketing year for which the price is notified;
- converted to 16% equivalent sugar content.

The total corresponding quantity of sugar beet shall be notified in tonnes.
Sugar Trade statistics

AGRI G 4
Committee for the Common Organisation of Agricultural Markets
26 September 2019
EU Sugar
Preferential Imports
1. Imports EPA / EBA in 2018/2019

(Situation on 24 September 2019 - 1.101 mio t)

Source: DG TAXUD - DG AGRI
1. Imports EPA / EBA in 2018/2019

EPA/EBA - Sugar imports by origins and destinations
2018/2019 marketing year up to 24/9/2019 - 1.101 m t

- UK - 32%
- IT - 17%
- PT - 13%
- SP - 11%

- Swaziland - 28%
- Mauritius - 19%
- Belize - 17%
- Mozambique - 11%
- Fiji - 9%
- Laos - 7%
- Guyana - 5%
- Zimbabwe - 2%

**SUGAR TRQs - 2018/2019**

**WTO quota**

- Australia: 10
- Brazil: 334
- Cuba: 69
- erga omnes: 36
- India: 78
- Brazil (11 €/t): 667
- WTO TOTAL: 1,247

**BALKAN quota**

- Albania: 1
- Bosnia & Herzegovina: 7
- Serbia: 95
- FYROM: 7
- Balkan TOTAL: 101

**Chart Legend**

- Qty available (1,000 t)
- Qty allocated (1,000 t)
2. Sugar TRQs 2019 (23/09/2019)

SUGAR TRQs - 2019 (managed by DG Taxud)

Association Agreement with Moldova

TRQ Central America, Colombia, Peru

TRQs

Ecuador South Africa Ukraine

Sugar TOTAL 2018

<table>
<thead>
<tr>
<th>Country</th>
<th>TRQs (1 000 t)</th>
<th>Available (1 000 t)</th>
<th>Allocated (1 000 t)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Moldova</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Colombia</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Peru</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Central America</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Panama</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Ecuador</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>South Africa</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Ukraine Sugar</td>
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<td></td>
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<tr>
<td>Ukraine Isoglucose</td>
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<td></td>
<td></td>
</tr>
</tbody>
</table>
EU Sugar Imports
3. EU Total imports

EU Monthly sugar imports (CN 1701)

Sources: EUROSTAT - DG TAXUD
3. EU Total imports

EU cumulated imports (CN 1701)

- EPA-EBA: 50%
- South Africa: 12%
- Central America, Colombia, Peru: 13%
- BALKANS: 5%
- BRAZIL: 9%
- Others: 11%

Source: EUROSTAT
3. EU Total imports (2018/2019 – 10 months - 1.534 m t)

Source: EUROSTAT
EU Sugar Exports
4. EU Total exports

**EU Monthly sugar exports (CN 1701)**

- **2018/2019 (TAXUD Surveillance for most recent month in light blue)**
- **2016/2017**
- **2017/2018**

<table>
<thead>
<tr>
<th>Month</th>
<th>2018/2019</th>
<th>2016/2017</th>
<th>2017/2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>October</td>
<td>267</td>
<td></td>
<td></td>
</tr>
<tr>
<td>November</td>
<td>158</td>
<td></td>
<td></td>
</tr>
<tr>
<td>December</td>
<td>207</td>
<td></td>
<td></td>
</tr>
<tr>
<td>January</td>
<td>139</td>
<td></td>
<td></td>
</tr>
<tr>
<td>February</td>
<td>124</td>
<td></td>
<td></td>
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<tr>
<td>March</td>
<td>139</td>
<td></td>
<td></td>
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<tr>
<td>April</td>
<td>121</td>
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<tr>
<td>May</td>
<td>115</td>
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<td></td>
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<tr>
<td>June</td>
<td>89</td>
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<tr>
<td>July</td>
<td>92</td>
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<td></td>
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<tr>
<td>August</td>
<td>86</td>
<td></td>
<td></td>
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<tr>
<td>September</td>
<td>46 up to 24/9/19</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Source: EUROSTAT - DG TAXUD
4. EU Total exports

EU cumulated exports (CN 1701)

- EU28 2018/2019
- EU28 2016/2017
- EU28 2017/2018

<table>
<thead>
<tr>
<th></th>
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</thead>
<tbody>
<tr>
<td>October</td>
<td>267,578</td>
<td>230,581</td>
<td>241,186</td>
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<tr>
<td>November</td>
<td>317,481</td>
<td>280,481</td>
<td>290,981</td>
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<tr>
<td>December</td>
<td>367,384</td>
<td>320,384</td>
<td>330,884</td>
</tr>
<tr>
<td>January</td>
<td>417,287</td>
<td>370,287</td>
<td>380,787</td>
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<tr>
<td>February</td>
<td>467,190</td>
<td>420,190</td>
<td>430,690</td>
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<tr>
<td>March</td>
<td>517,093</td>
<td>470,093</td>
<td>480,593</td>
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<tr>
<td>April</td>
<td>567,996</td>
<td>520,996</td>
<td>531,496</td>
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<tr>
<td>May</td>
<td>617,899</td>
<td>570,899</td>
<td>581,399</td>
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<tr>
<td>June</td>
<td>667,802</td>
<td>620,802</td>
<td>631,302</td>
</tr>
<tr>
<td>July</td>
<td>717,705</td>
<td>670,705</td>
<td>681,205</td>
</tr>
<tr>
<td>August</td>
<td>767,608</td>
<td>720,608</td>
<td>731,108</td>
</tr>
<tr>
<td>September</td>
<td>817,511</td>
<td>770,511</td>
<td>781,011</td>
</tr>
</tbody>
</table>

DC TAXWD Survey France database
Source: EUROSTAT

Agriculture and Rural Development
4. EU Total exports (2018/2019 – 10 months - 1.450 m t)

Source: EUROSTAT
EU Sugar Trade
Thank you for your attention

EU White SUGAR EXPORTS

EU Raw and White SUGAR IMPORTS

Source: EUROSTAT
Isoglucose production in 2018/19

ISOGLUCOSE - EU monthly cumulated production for 2018/2019

Source: DG AGRI
EU Sugar Stocks
Sugar stocks (*) - EU 28

(*) Total quantities of sugar production stored at the end of each month by sugar undertakings and refiners; based on Member States communications: Commission Regulation - R 2017/1185 Art. 12(b) - Annex III 2.0
5. Sugar stocks

EU Sugar total stock

(*) from 2017/2018 total quantities of sugar production stored at the end of each month by sugar undertakings and refiners, (Commission Regulation - R 2017/1185 Art. 12(b) - Annex III, 2.2.) and for previous marketing years, total sugar production in stock: Quota sugar, out of quota sugar, and others (art 21 of Regulation (EC) 352/2006)
Thank you for your attention
Thank you for your attention