Sugar
Market situation

AGRI G 4 - Committee for the Common Organisation of Agricultural Markets

28 May 2020
World Sugar Market
Euro – Dollar exchange rate:

1 € = $1.090

One month ago:

1 € = $1.080
Euro – Real exchange rate:
1 € = 6.09 Real

Recent sharp depreciation of the Brazilian currency – the real hit a record low mid-May

One month ago:
1€ = 6.01 Real
World prices

London N.5
22/05/2020: 367 $/t

New York N.11
22/05/2020: 241 $/t
World prices

• **White sugar** (22/5/2020 vs. 24/4/2020)
  • August 20: 366.9 $/t ( + 15.6 %; 336.5 €/t)
  • October 20: 343.9 $/t ( + 11.2 %; 315.4 €/t)

• **Raw sugar** (22/5/2020 vs. 24/4/2020)
  • July 20: 10.93 $cts/lb ( + 11.4 %; 221.0 €/t)
  • October 20: 10.93 $cts/lb ( + 8.5 %; 221.0 €/t)

  *White premium*: around 126 $/t on August/July basis (white/raw).

• Raw near 2 month high after hitting a record low of 9.21 Cts on Monday 27/4/20, its lowest in Dollar since 12 years (June 2008)

• May raw all-time record delivery near 2.26 million tonnes against the expiration of the May contract
World prices

EU and Sugar world market prices since 1 April 2010 (EUR/t)

EU
February 2020: 371 €/t
March 2020: 375 €/t

22/5/20
Ld5: 336 €/t - Raw: 221 €/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)
The statistical global deficit has been revised upwards to 9.435 million tonnes.

This is the biggest deficit in 11 marketing years.

Next update by end of May.
Sugar Price reporting

AGRI G 4 - Committee for the Common Organisation of Agricultural Markets

28 May 2020
• + EUR 4 / tonne compared to previous month
EU and Regional market prices for white sugar


### 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></th>
<th>EU</th>
<th>Region 1</th>
<th>Region 2</th>
<th>Region 3</th>
</tr>
</thead>
<tbody>
<tr>
<td>March 2019</td>
<td>314</td>
<td>321</td>
<td>304</td>
<td>365</td>
</tr>
<tr>
<td>March 2019</td>
<td>319</td>
<td>324</td>
<td>311</td>
<td>365</td>
</tr>
<tr>
<td>May 2019</td>
<td>320</td>
<td>325</td>
<td>309</td>
<td>361</td>
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<tr>
<td>June 2019</td>
<td>321</td>
<td>325</td>
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<td>July 2019</td>
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<td>August 2019</td>
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<td>September 2019</td>
<td>328</td>
<td>333</td>
<td>316</td>
<td>375</td>
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<td>October 2019</td>
<td>332</td>
<td>338</td>
<td>320</td>
<td>399</td>
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<td>November 2019</td>
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<td>December 2019</td>
<td>342</td>
<td>357</td>
<td>326</td>
<td>409</td>
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<tr>
<td>January 2020</td>
<td>360</td>
<td>368</td>
<td>347</td>
<td>445</td>
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<tr>
<td>February 2020 - EU+UK</td>
<td>371</td>
<td>379</td>
<td>358</td>
<td>450</td>
</tr>
<tr>
<td>March 2020</td>
<td>375</td>
<td>383</td>
<td>364</td>
<td>445</td>
</tr>
</tbody>
</table>

- + EUR 61 / tonne compared to previous year
EU and Regional market prices for white sugar

EU March 2020: 375 €/t

Differences between EU average price and regional average prices:
- Region 1: -11
- Region 2: +8
- Region 3: -70

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
EU market price for white sugar compared with World price London N°5 (first future - $/t - €/t)

London N°5:
- EUR 16 / tonne compared to previous month or - 5%
- EUR 78 / tonne compared to 2 months ago (-20%).
EPA / EBA average import price
Sugar Trade statistics

AGRI G 4 - Committee for the Common Organisation of Agricultural Markets

28 May 2020
EU Sugar Preferential Imports
Imports EPA / EBA in 2019/2020

- EPA/EBA imports are 17% lower than last year

Source: DG TAXUD - DG AGRI
Imports EPA / EBA in 2019/2020

EPA/EBA - Sugar imports by origins and Top 4 destinations
2019/2020 marketing year up to 26/5/2020 - 0.564 m t - EU + UK from 1/2/2020
Imports EPA / EBA in 2019/2020

EPA/EBA - Sugar imports by origins and destinations

- 2019/2020 marketing year up to 26/5/2019 - 0.564 m t - EU + UK from 1/2/2020
Sugar TRQs 2019-2020 (EU + UK from 1/2/20) (20/5/2020)

SUGAR TRQs - 2019/2020

WTO quota

BALKAN

<table>
<thead>
<tr>
<th>Country</th>
<th>WTO Quota (1000 t)</th>
<th>WTO Allocated (1000 t)</th>
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<tbody>
<tr>
<td>Australia</td>
<td>10</td>
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<tr>
<td>Brazil</td>
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<td>Cuba</td>
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<td>Congo Brazzaville</td>
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<td>India</td>
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<td></td>
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<tr>
<td>Brazil (11€/t)</td>
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<td>WTO TOTAL</td>
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<tr>
<td>Albania</td>
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<tr>
<td>Bosnia &amp; Herzegovina</td>
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<tr>
<td>FYROM</td>
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<tr>
<td>Balkan TOTAL</td>
<td>152</td>
<td></td>
</tr>
</tbody>
</table>

Source: DG AGRI
Sugar TRQs 2019-2020 (EU + UK from 1/2/20) (22/5/2020)

SUGAR TRQs - 2020 (managed by DG Taxud - EU + UK from 1/2/2020)

TRQ Central America, Colombia, Peru

- Moldova
- Colombia
- Peru
- Central America
- Panama
- Sugar Total 2020

TRQs
- Ecuador
- South Africa
- Ukraine

Source: DG AGRI - DG TAXUD
EU Sugar Imports
Average monthly imports in March and April 2020 are below previous months.
By nearly end of May total imports in 2019/20 are 6% higher than last year at the same period.
EU Total imports

By end of March 20 EPA/EBA origins are representing half of total imports.
EU Total imports (2019/2020 - 6 m. - 1.042 m t - EU + UK from 1/2/20)

- Top 3 = 63%

In thousand tonnes:
- SP: 269 or 26%
- UK: 208 or 20%
- IT: 177 or 17%

Source: EUROSTAT
EU Sugar Exports
EU Total exports

EU Monthly sugar exports (CN 1701)

2019/2020 (TAXUD Surveillance for most recent month in light blue)
2017/2018
2018/2019

provisional up to 25/5/20
EU + UK from 1/2/20

Source: EUROSTAT - DG TAXUD
EU Total exports

By mid-May total exports in 2019/20 are 57% lower than last year at the same time.
EU Total exports (2019/2020 – 6 m. - 0.464 m t - EU + UK from 1/2/2020)

• Top 3 = 68%

In thousand tonnes:
• BE: 126 or 28%
• FR: 113 or 24%
• PL: 79 or 17%

Source: EUROSTAT
EU White sugar exports

Quantity in tonnes and average FOB value in EUR/t from 2017/18 to 2019/20 MY

Source: EUROSTAT

EU + UK from 1/2/20
EU Sugar Trade
By end of March 2020 trade deficit already higher than last marketing year:

- Already -0.58 m t after 6 months compared to -0.3 m t in 2018/19
EU Isoglucose
EU Isoglucose production

ISOGLUCOSE - EU monthly cumulated production for 2019/2020

Source: DG AGRI
EU Sugar stocks
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 (EU) 2017/1189 Art. 13(b), Annex II 2.0

European Commission
EU 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 62 2017/1385 (Art. 12(b) – Annex II 3.1) and for previous marketing years, total sugar production in stock; Quota sugar, out of quota sugar, and others (Art 21 of Regulation (EC) 952/2009)
Thank you

Disclaimer:

“The United Kingdom is no longer a Member State of the European Union, however where it is deemed relevant (e.g. for comparison purposes) an EU+UK aggregate may still be displayed.”