

Sugar Weekly Report

12 - 16 April 2021



19-Apr-21												
	16-Apr-21	9-Apr-21	16-Mar-21	Weekly Var.	Monthly Var.		16-Apr-21	9-Apr-21	16-Mar-21	Weekly Var.	Monthly Var.	
NY #11	16.72	15.46	16.30	⬆️	1.26	⬆️	USD Index	91.54	92.18	91.87	⬆️ -0.64	⬆️ -0.33
London #5	463.3	422.5	463.4	⬆️	40.8	⬆️	USDBZL	5.59	5.68	5.62	⬆️ -0.10	⬆️ -0.04
NY#16	31.60	31.25	30.50	⬆️	0.35	⬆️	USDINR	74.48	74.72	72.51	⬆️ -0.24	⬆️ 1.97
Front White Premium	94.7	81.7	104.0	⬆️	13.0	⬆️	EURUSD	1.20	1.19	1.19	⬆️ 0.01	⬆️ 0.01

Market Situation at a Glance

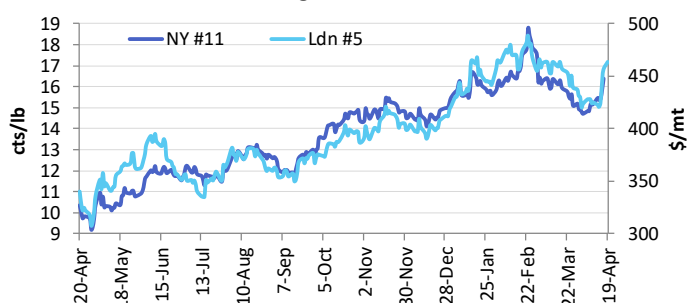
International Prices			
	16-Apr-21	9-Apr-21	Weekly Var.
Sugar			
NY #11	16.72	15.46	↑ 1.26 cts/lb
Front Spread	0.15	0.05	↑ 0.10 cts/lb
London #5	463.3	422.5	↑ 40.8 \$/mt
Front Spread	9.9	5.3	↑ 4.60 \$/mt
White Premium	94.7	81.7	↑ 13.02 \$/mt
USD Index	91.54	92.18	↓ -0.64
USDBZL	5.59	5.68	↓ -0.10 R\$/
USDINR	74.48	74.72	↓ -0.24 RUP/\$
RUBUSD	75.85	77.37	↓ -1.52 RUB/\$
EURUSD	1.20	1.19	↑ 0.01 \$/EUR
S&P500	4,185	4,129	↑ 56.67
DJ Industrial Avg	34,036	33,504	↑ 532.42
Light Crude Oil	63.1	59.3	↑ 3.73 \$/Barrel
Corn	586.8	576.0	↑ 10.75 cts/Bushel
Wheat	653.0	639.0	↑ 14.00 cts/Bushel
Coffee (Arabic)	129.6	127.0	↑ 2.55 cts/lb

Domestic Markets

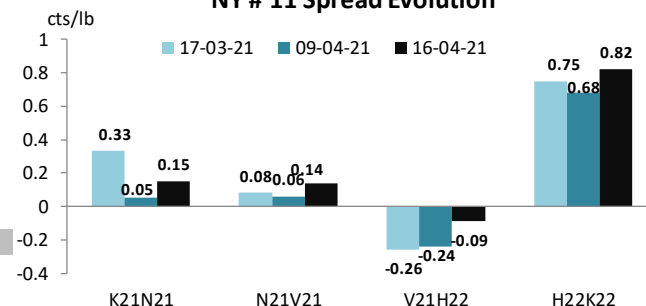
	16-Apr-21	9-Apr-21	Weekly Var.	Unit
Brazil				
NY Front Month in BZL	93.41	87.87	↑ 5.55	R\$ cts/lb
Domestic:				
Esalq Sugar (R\$)	108.23	106.55	↑ 1.68	R\$/50kg
Esalq Sugar (US\$)	19.37	18.75	↑ 0.62	cts/lb
Hydrous Ethanol (NY#11 equiv.)	14.08	12.84	↑ 1.25	cts/lb
Anhydrous Ethanol(NY#11 equiv.)	14.99	13.57	↑ 1.43	cts/lb
Ethanol/Gasoline in S. Paolo				
Ethanol	3,541	3,585	↓ -44.00	R\$/l
Gasoline	5,207	5,223	↓ -16.00	R\$/l
Ethanol/Gasoline Parity	68.0%	68.6%	↓ -1%	
Anhydrous from US Parity	-236.89	-275.14	↑ 38.25	USD/M3
India				
S-Grade (Kolhapur)*	30,934	30,775	↑ 159	RUP/mt
M-Grade (Kolkatta)*	35,334	34,381	↑ 953	RUP/mt

* price does not include GST of 5%

Sugar Market



NY # 11 Spread Evolution



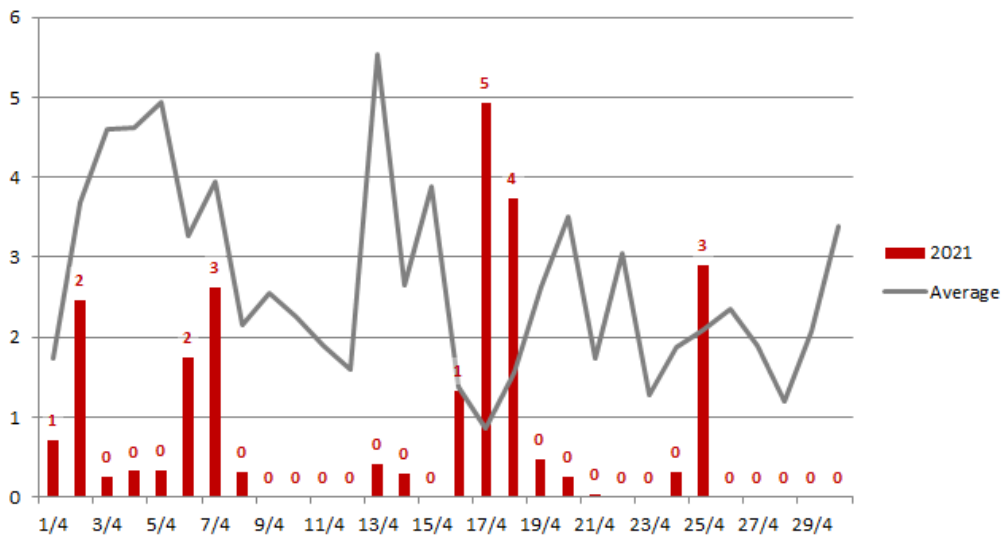
China				
	16-Apr-21	09-Apr	Weekly Var.	Unit
ZCE Front Month	5,302	5,266	↑ 36	RMB/mt
ZCE Front Spread	42	43	↓ -1	RMB/mt
Northern Spot Cash	Rizhao 5,425	5,400	↑ 25	RMB/mt
Southern Spot Cash	Liuzhou 5,380	5,330	↑ 50	RMB/mt
USA				
	16-Apr-21	9-Apr-21		
No #16	31.60	31.25	↑ 0.35	cts/lb
#16/11 Spread	14.88	15.79	↓ -0.91	cts/lb
EU				
EU 45s containers	50	50	↑ 0.0	\$/mt ov Ldn
Russia				
Price in Krasnodar	578	588	↓ -10.0	\$/m3

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CS Brazil Rain:

CS Brazil daily average - April



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- **NY Flat price:** Prices rallied last week, recovering back above 16 cts/lb last week; most active July contract closed the week at 16.57 cts/lb, up from 15.41 cts/lb a week earlier.

- **NY spread:** May/July closed the week at 15 points inverse, up 10 points week on week. July/October closed the week at 14 points inverse, up from 6 points inverse a week before.

- **London market:** May/August spread went off board at \$1/mt inverse, and May contract expired at \$457.3/mt. Total of 130k mt were delivered to the tape; Wilmar received 52k mt.

- **COT report 13/04/2021:** Specs increased net-longs to 170k lots, up 22.4k lots week on week. They added 11.2k of gross longs and covered 11.2k lots of gross shorts. Index funds liquidated net of 6k lots and were holding 225k lots of net-longs. Finally, commercials sold net 17k lots during the reporting week and held 394.4k lots of net-shorts.



May	129,150
India	65,300
CS Brazil	32,050
NE Brazil	27,000
El Salvador	4,800
Grand Total	129,150



BULL

- ▶ The rains in Brazil remain below average for April, with the forecast for May also looking dry.
- ▶ In Russia the weather was not ideal and planting is now 3 weeks behind normal planting season – this could reduce the yields.
- ▶ In France beets were damaged by cold with growers potentially losing 10% of their crop, however the area can be replanted.



BEAR

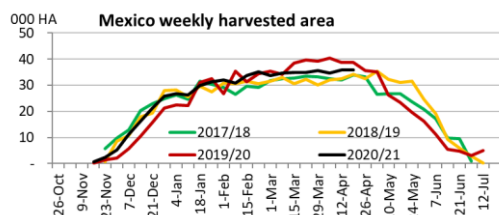
- ▶ The Ethiopian tender is still yet to be awarded.
- ▶ Rain in Thailand for March has been good, with the April forecast also above average rains. This would be beneficial for the cane crush in 21/22 season.



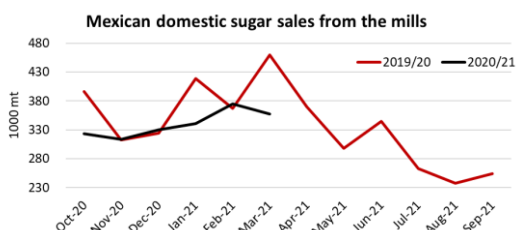
Mexico: Production Update

Mexican crush update			
	2019/20	2020/21	y-o-y
Harvest (Ha)	598	609	↑ 11
Cane yield (Mt/Ha)	64.9	69.3	↑ 4
Crushing cane (Mt)	38,830	42,245	↑ 3,415
Sugar (Mt)	4,071	4,668	↑ 597
Sugar extraction (%)	10.48%	11.05%	↑ 0.6%

- By April 10 mills in Mexico harvested 609k ha, up 11k ha year on year.
- Cane yields stood at 69.3 mt/ha, up 4 mt/ha year on year and crushing reached 42 million mt, up 3.4 million mt year on year.
- This resulted in a production of 4.7 million mt so far this season.
- Government issued a 3rd forecast for production, reducing it from 6.1 to 5.86 million mt mainly due to lower harvested area.



- Consumption data for March showed that mills sales were 11% down year on year since October, which is likely caused by the labelling introduced in January 2021.
- With such a tendency, consumption might finish around 3.8 million mt this season, down from 4.1 last year.



India: Production Update

FH Apr	2018/19	2019/20	2020/21	Var
MH	10,671	6,012	10,395	↑ 4,383
UP	10,555	10,825	10,086	↓ -739
Karnataka	4,320	3,382	4,145	↑ 763
Gujarati	1,119	880	950	↑ 70
Tamil Nadu	685	495	585	↑ 90
AP & Telangana	750	415	293	↓ -122
REST of INDIA	3,075	2,751	2,637	↓ -114
Total India	31,175	24,760	29,091	↑ 4,331
#mills	172	139	170	

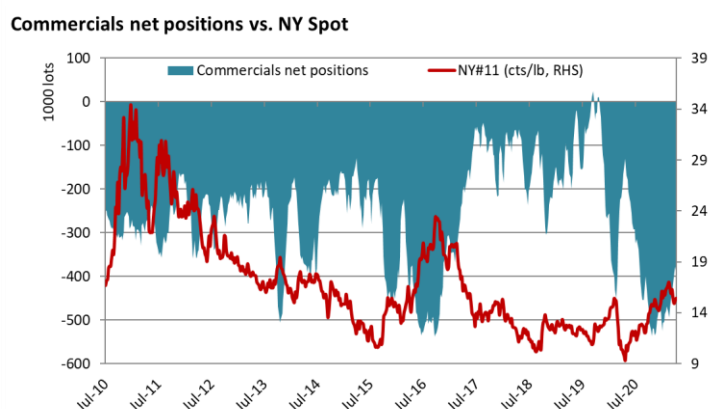
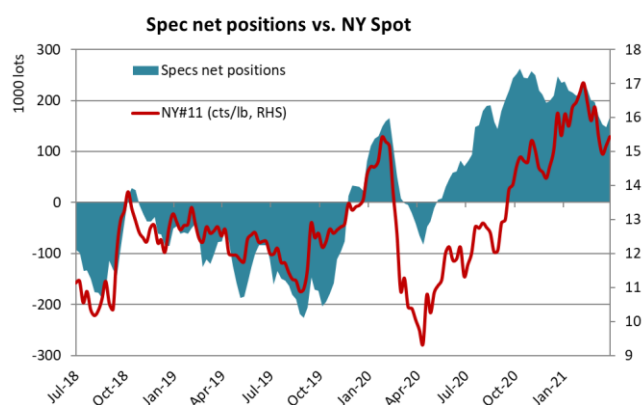
- By mid-April India produced 29 million mt of sugar, up 4.3 million mt year on year; there were 170 mills still operating in the country.
 - Production in Maharashtra reached 10.4 million mt, up 4.4 million mt year on year.
 - Uttar Pradesh produced 10.1 million mt of sugar, down 740k mt year on year.
 - In Karnataka crushing ended and production reached 4.15 million mt, up from 3.4 million mt last season.
 - Overall, total production was revised up to 30.5 million mt; ethanol diversion this season would be around 2-2.3 million mt sugar equivalent.
- ### Russia: planting is lagging behind last year
- Beets planting started in Russia 2-3 weeks later on average this year.
 - By April 14 there were 93k ha sown vs 484k ha last season; by April 19 planting advanced to 209k ha, but is still well behind previous years.
 - The delay would result in below average yields, but all depends on the weather from now on.
 - Production can still reach 6.3 million mt in 21/22 season.

Sugar Weekly Report



COT RECAP

Date	Spot Price	Specs net positions	Specs gross longs	Specs gross shorts	Index traders net positions	Commercials net positions	Commercials gross longs	Commercial gross shorts	OI
		(i)-(ii)	(i)	(ii)		(iii)-(iiii)	(iii)	(iiii)	
23-02-21	17.01	236,589	313,957	77,368	256,724	-493,313	389,177	882,490	1,250,897
02-03-21	16.43	219,720	297,706	77,986	252,714	-472,433	351,564	823,997	1,187,494
09-03-21	15.9	200,673	289,376	88,703	245,156	-445,828	372,188	818,016	1,205,721
16-03-21	16.3	197,116	290,041	92,925	244,599	-441,715	378,886	820,601	1,217,394
23-03-21	15.43	169,124	268,671	99,547	246,338	-415,462	389,272	804,734	1,211,200
30-03-21	14.92	152,783	253,690	100,907	236,591	-389,374	406,092	795,466	1,210,526
06-04-21	15.16	147,286	253,562	106,276	230,325	-377,612	425,216	802,828	1,205,946
13-04-21	15.43	169,711	264,767	95,056	224,648	-394,360	447,700	842,060	1,219,612
Lastet Change	0.27	22,425	11,205	-11,220	-5,677	-16,748	22,484	39,232	13,666



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