World Market Outlook

USDA Outlook Forum

February 2018
Global Production vs. Consumption

mmtrv


Production vs. Consumption
Population & Sugar Consumption Growth

- Population Growth
- Consumption Growth

Chart showing the trend of Population Growth and Consumption Growth from 2009 to 2018.
Production Change 16/17 to 17/18

N. America: □ (15.0 mmt)

EU: ↑ 34% (20.5 mmt)

C. America: ↑ 2.5% (5.5 mmt)

CS Brazil: ← (35.9 mmt)

Ukraine: ↔ (2 mmt)

Russia: ↑ 5% (6.4 mmt)

China: ↑ 11% (10.4 mmt)

Thailand: ↑ 24% (12.4 mmt)

India: ↑ 35% (27.0 mmt)

Australia: ↑ 5% (4.6 mmt)
Sugar Market In Surplus

[Graph showing stock change and No. 11 spot price from 2001 to 2017]
EU Potential Sugar Destinations

Refined Breakbulk Destinations
Pakistan – Increase in production

Increase in production means 2 mmt of subsidized whites exports for world market through 17/18 season
Agricultural Yields vs Cane availability

Low renovation rates make cane fields more susceptible to adverse weather and plagues…
CS Brazil – Hydrous premium over sugar

The chart illustrates the price movements of hydrous sugar relative to sugar, with data from different years 2015/16, 2016/17, and 2017/18. The price is measured in cents per pound (c/lb). The chart shows a trend that indicates mills produce hydrous sugar with variations observed throughout the months from April to March. The price movements are depicted with lines, where each year's data is represented by a different color: 15/16 in blue, 16/17 in light blue, and 17/18 in red. The vertical axis represents the price in cents per pound, ranging from -10.00 c/lb to 6.00 c/lb.
India – Exports possible

India Surplus/Deficit

Domestic Prices

INR/mt

CHENNAI

KOHALPUR

SERIES4

KOLKATA

TN 17/18 Net COP

MH 17/18 Net COP

UP 17/18 Net COP

CZARNIKOW
China – Structural Deficit Needs to be Filled

![Graph showing production and consumption trends from 2007/08 to 2017/18 with WTO Quota, Automatic Import Licensing, and Illegal Imports depicted.](image-url)
Illegal Flows of Sugar into China

Myanmar Whites (Thai) Demand

Taiwan Whites (Thai) Demand

Margins on Illegal Sugar Flow

USD/MT

Margin ex Taiwan
Margin ex Myanmar
#5
Thailand – Record Production Expected

Average Cumulative Sugar Yield

Record Production

mmt

06/07 07/08 08/09 09/10 10/11 11/12 12/13 13/14 14/15 15/16 16/17 17/18

Yield 17/18
Yield 16/17
Average 5 Years
Central America – Net Production Up, Focus on Whites

![Graph showing net production for Costa Rica, El Salvador, Guatemala, Nicaragua, and Honduras, with a focus on whites for 2016/17 and 2017/18.]
Speculative Positioning

Commercial Short Position (CFTC)

Speculative Position (CFTC)
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