

AOF SUGAR OUTLOOK

February 2021
Presented by

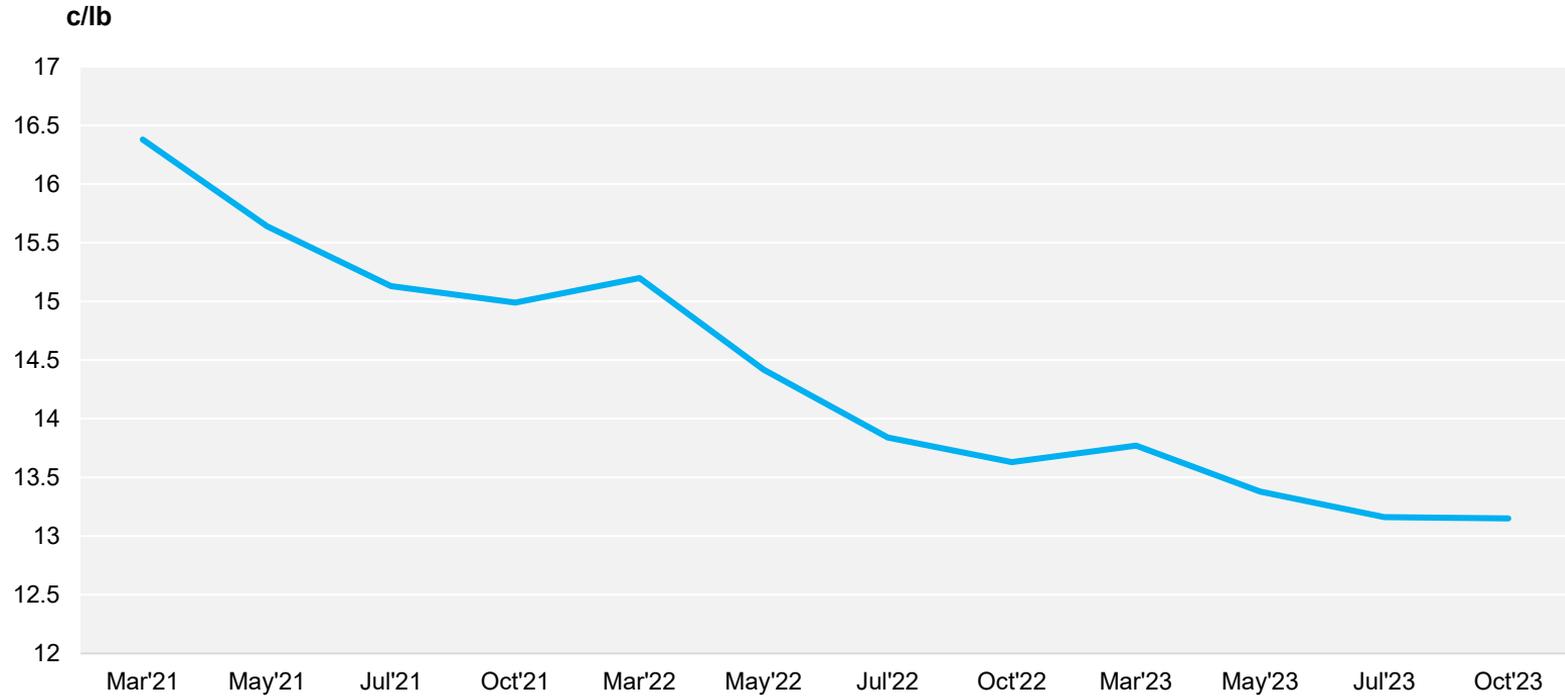
WWW.CZAPP.COM

No.11 MARKET PRICE

No.11 Continuation Chart (c/lb)



No.11 FORWARD CURVE



2020/21 BALANCE



Balance Sheets

Global S&D

Stocks Map

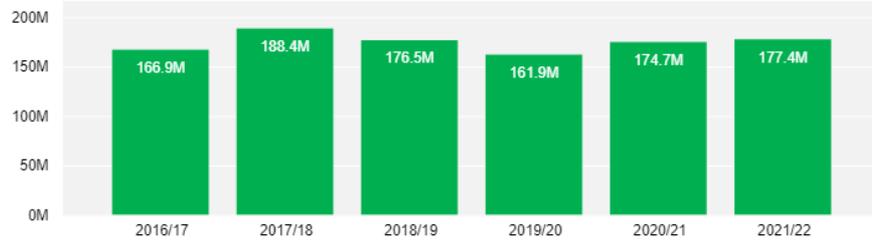
Consumption Maps

Tradeflows

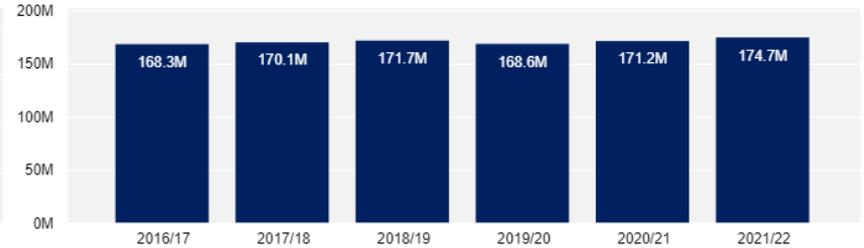
Trade Balance



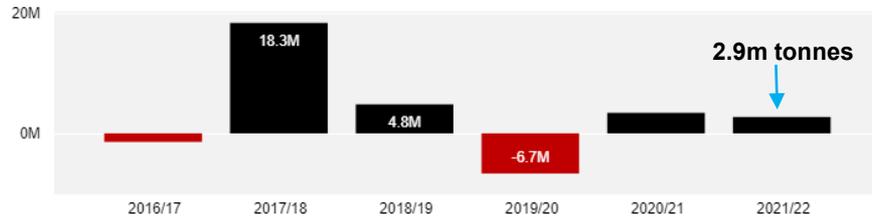
Production (mt)



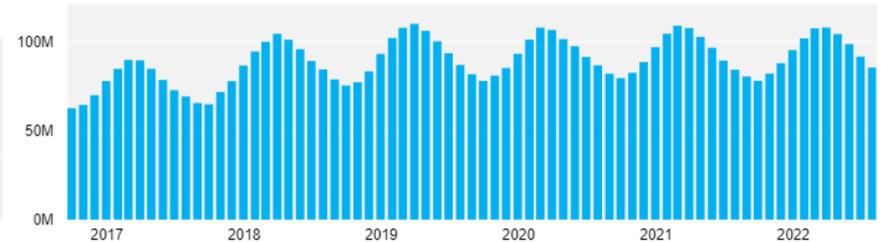
Consumption (mt)



Surplus Deficit (mt)

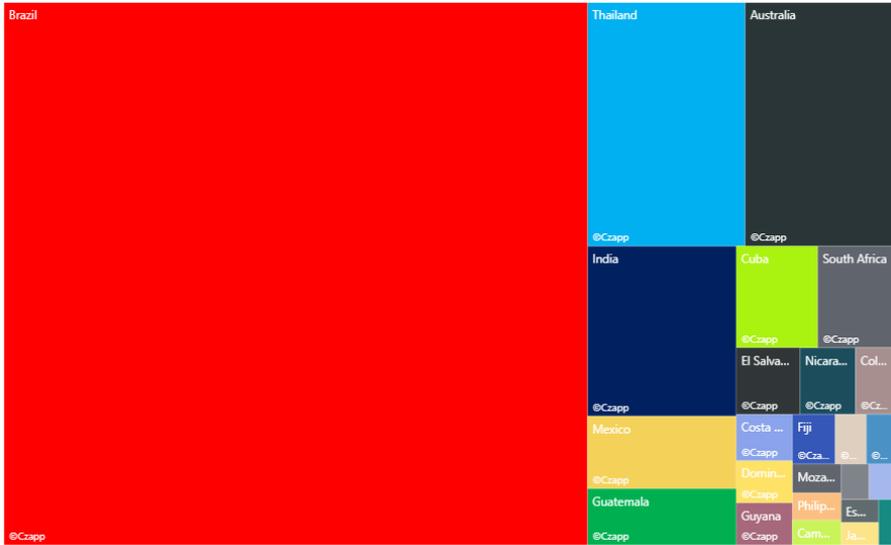


Stocks (mt)

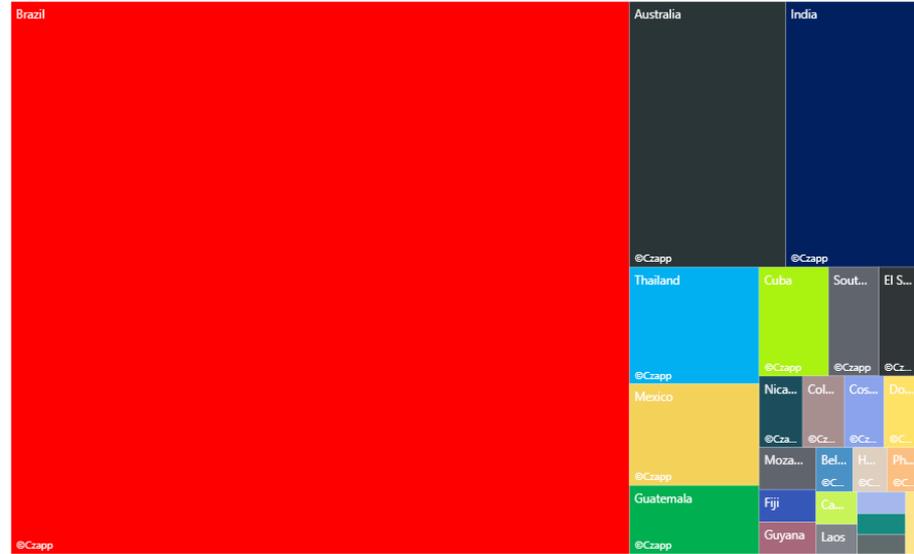


RAW SUGAR EXPORTERS 2020-2021

2020



2021



RAW SUGAR EXPORTERS 2022

Thailand to Return

Select Country

All

Flow Type

Import

Export

Select Year:

Select all

2023

2022

2021

2020

2019

2018

2017

2016

Select Quality:

Select all

Refined

Crystals

VHP

Export



BRAZIL – MAX SUGAR PRODUCTION AGAIN?



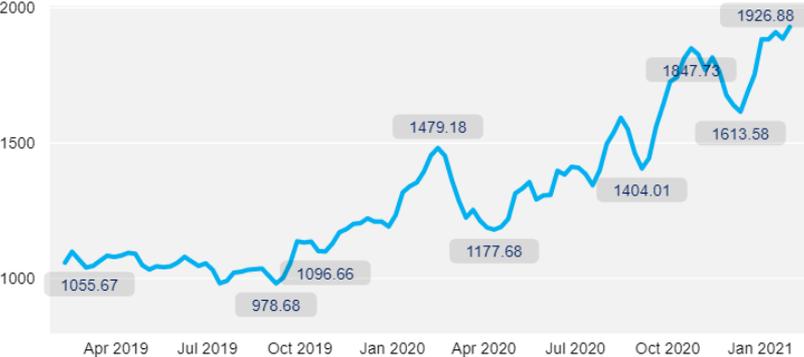
CS Brazil – Sugar[®] vs. Hydrous Prices



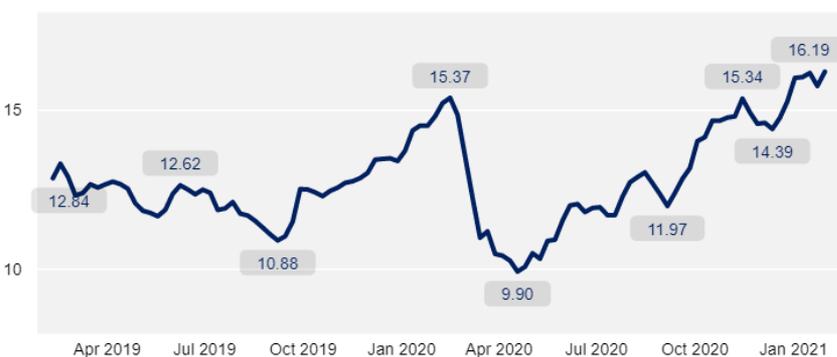
¹Sugar Prices (No.11) include Physical Differential and Pol Premium.

BRL SUGAR RETURNS

Weekly No.11 Prompt (BRL/mt)

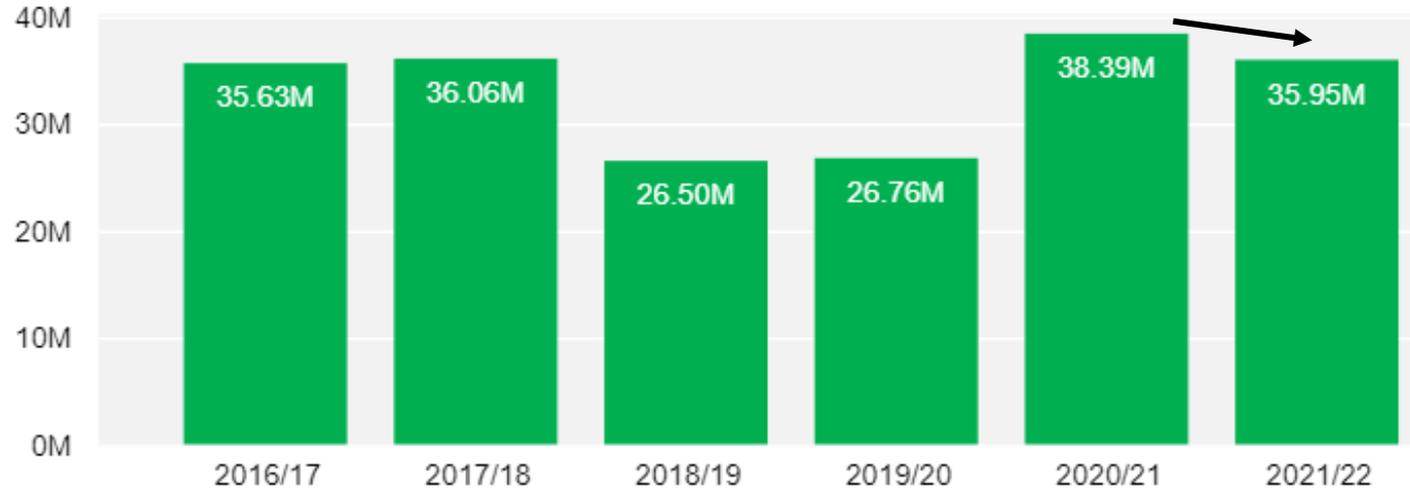


Weekly No.11 Prompt (c/lb)

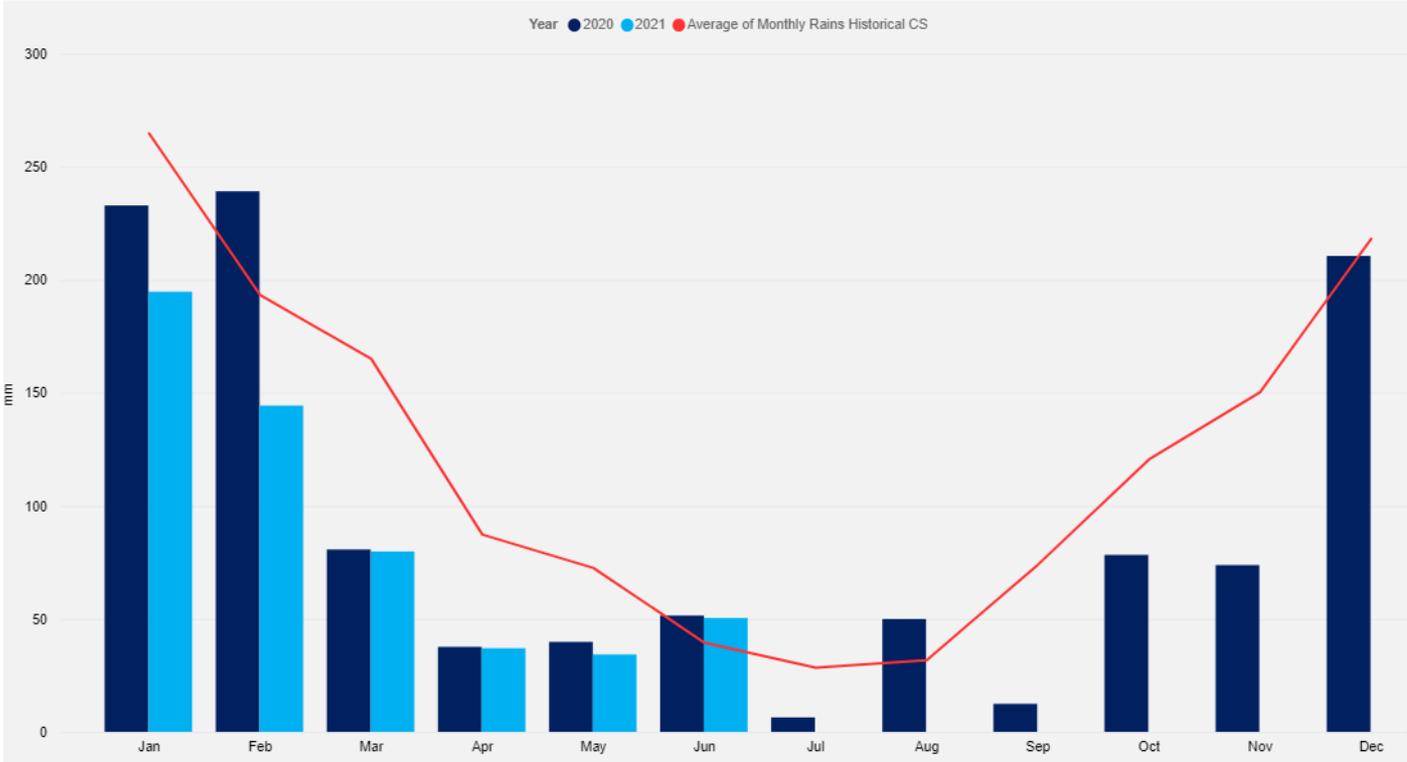


BRAZIL CS PRODUCTION FORECAST

Production (mt)

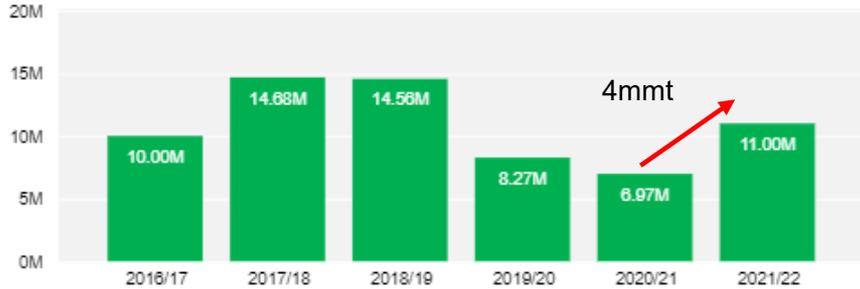


BRAZIL CROP RISKS? – DRY WEATHER



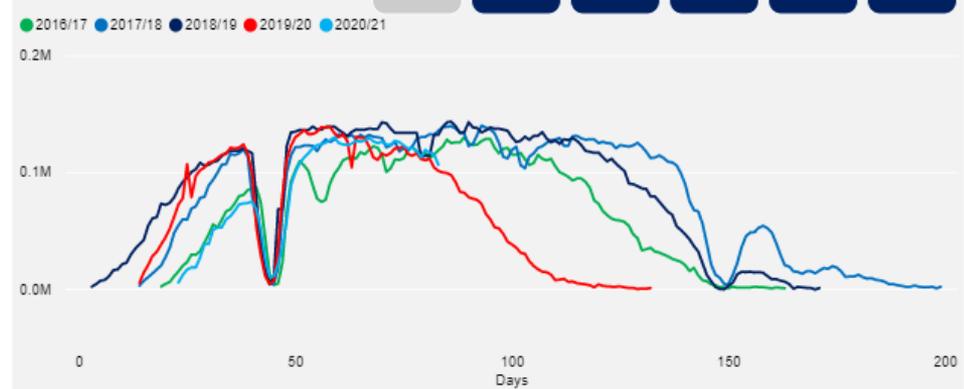
THAILAND – WILL THE CROP BOUNCE BACK

Production (mt)



But Cane availability is a big question mark:

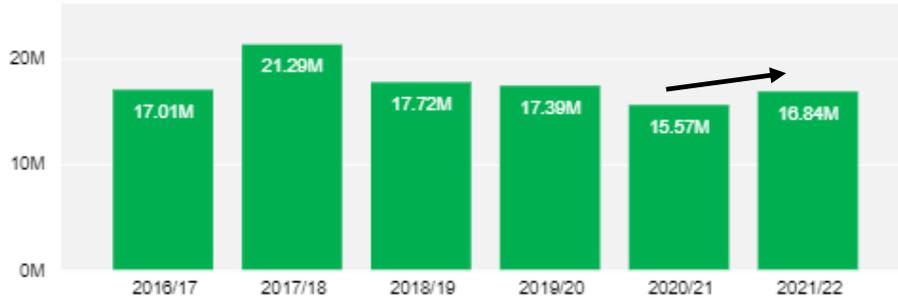
Sugar Produced mt



CAN THE EU ALSO REBOUND?

We think so -

Production (mt)



But yields will be the big question:



Neonicotinoids To Be Reintroduced To Post-Brexit Britain Found To Stop Pollinators From Sleeping

"Neonicotinoids are currently banned in the EU, and we hope that this continues in the UK as we leave EU legislation." Popular in the Community.

Climate change > Climate Change news

Pesticide set for return in UK despite EU ban 'stops bees sleeping'

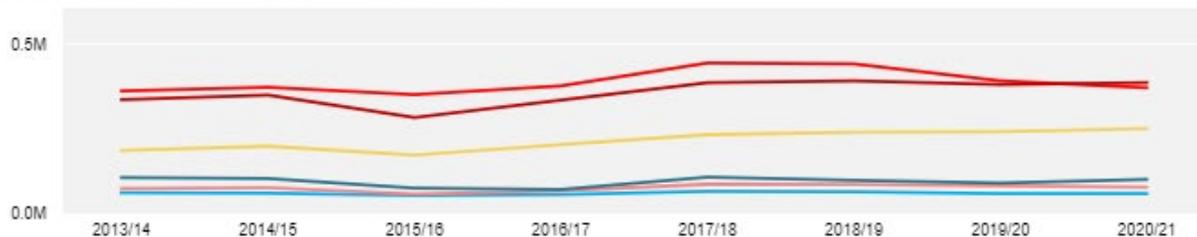


Neonicotinoids, linked to collapse in insect pollinator populations, knock bees' and flies' behavioural rhythms out of sync

EU ?

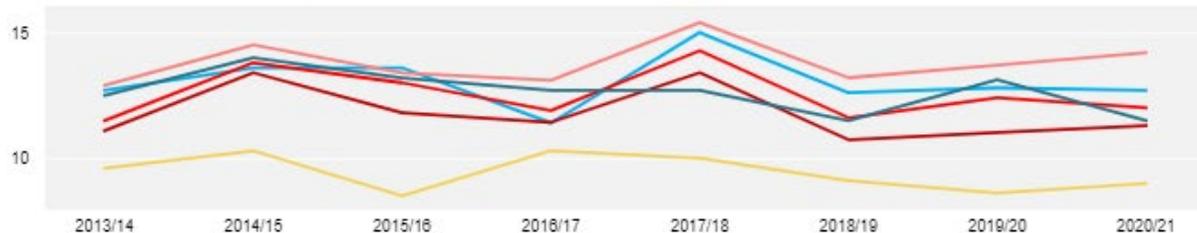
Area Ha

● Belgium ● France ● Germany ● Netherlands ● Poland ● United Kingdom



Sugar Yield T/Ha

● Belgium ● France ● Germany ● Netherlands ● Poland ● United Kingdom



19/20 EU Sugar Production



KEY TAKE AWAYS

- We expect the market to remain in a small surplus next year
- This is expecting good crops across 4 key markets: Brazil, India, Thailand, and EU.
- There are significant questions for all these crops
 - Brazilian Cane quality
 - Thai Cane volume is an unknown
 - EU Yields
 - Indian monsoon
- However uncertainty is likely to remain for a while as Covid-19 disruptions continue to affect logistics and market sentiment.