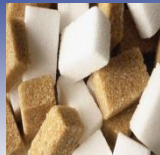


# The European Association of Sugar Traders

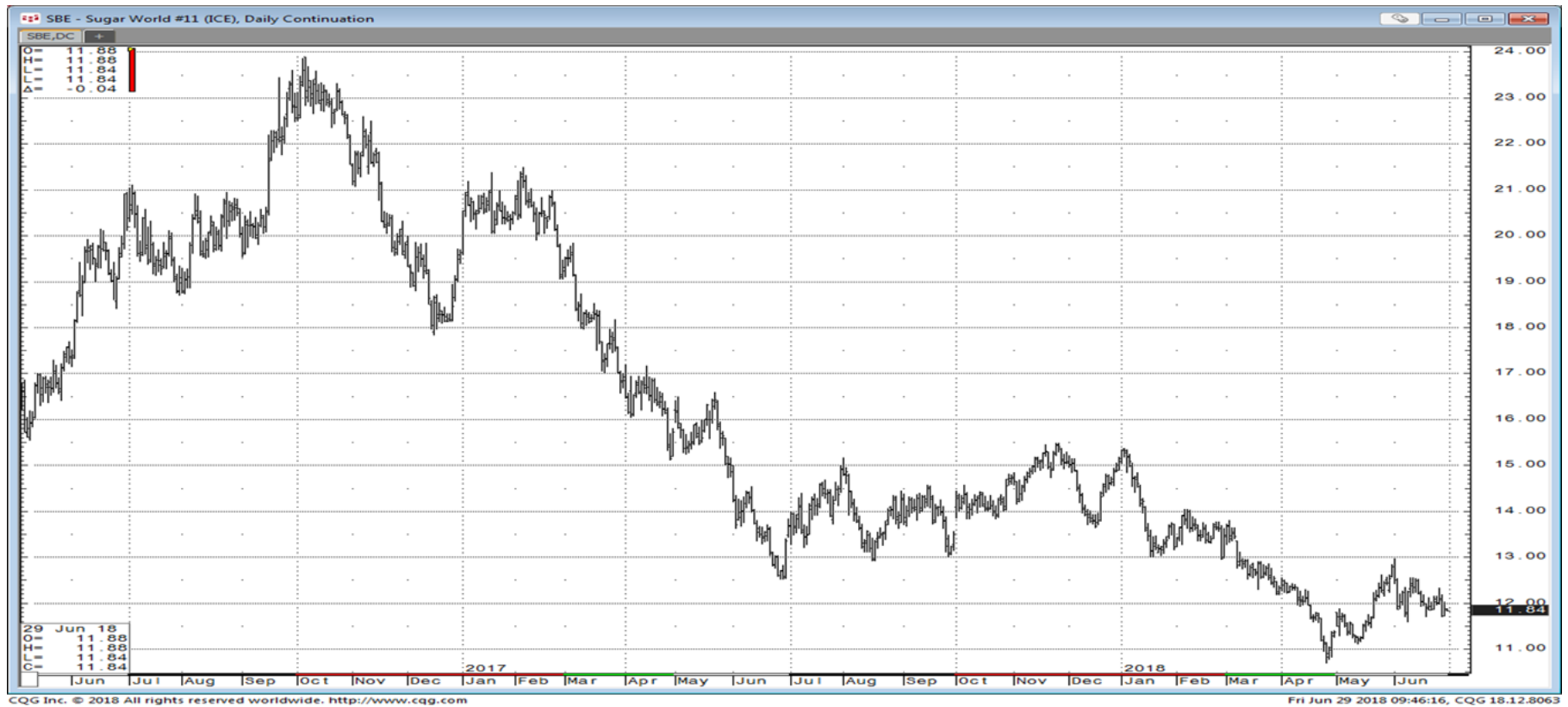


## Sugar Market Observatory meeting

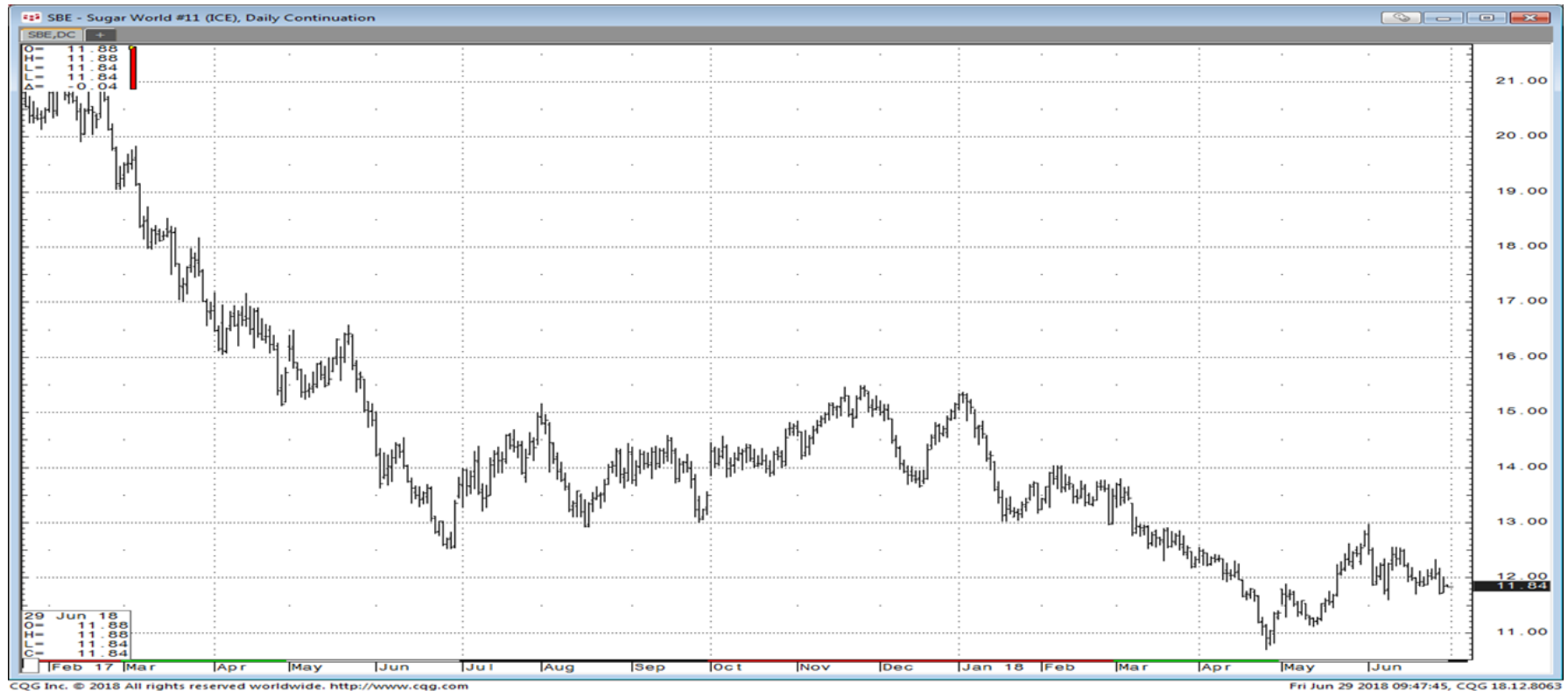
3 July 2018



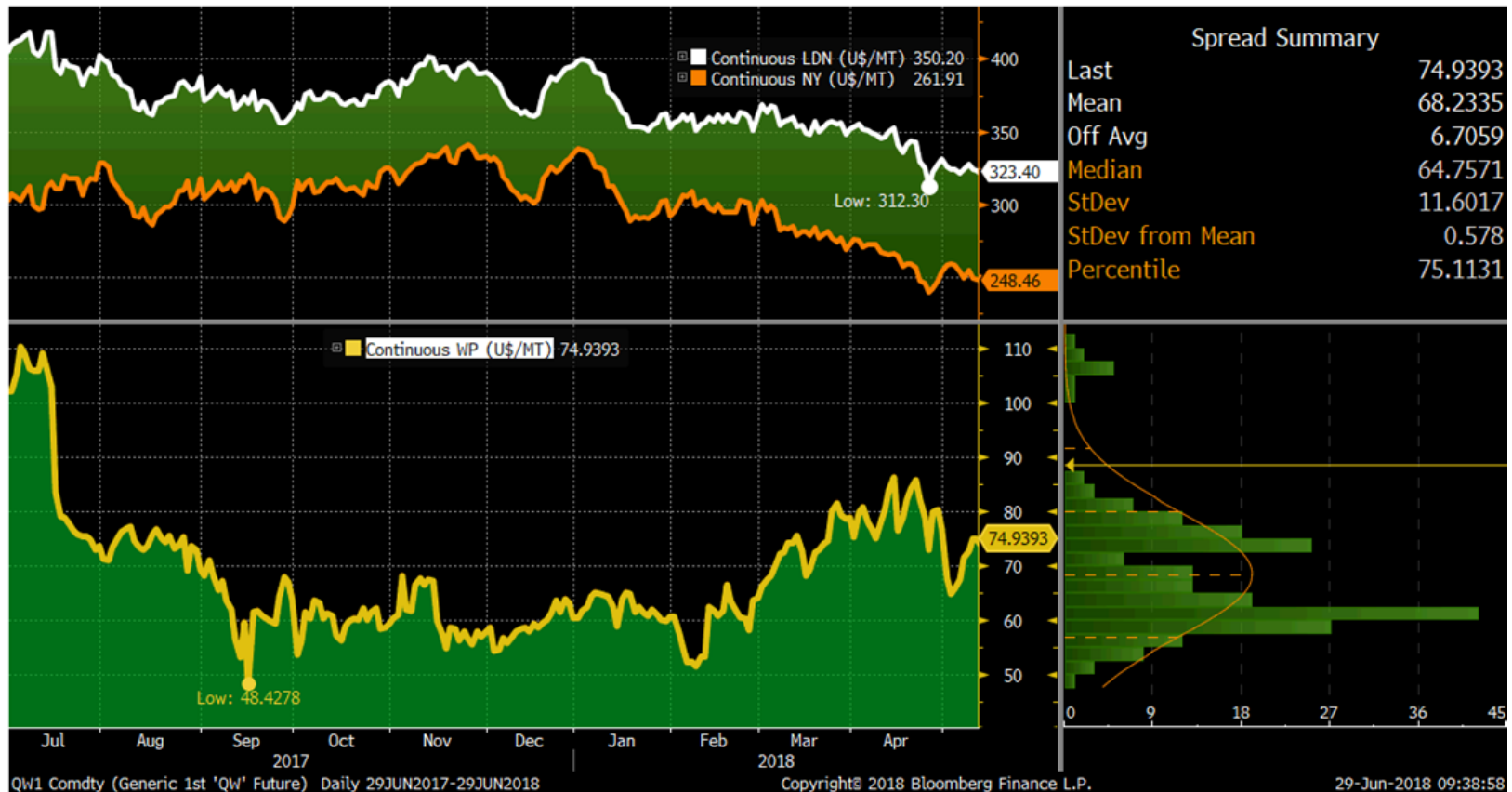
## NEW YORK N°11 RAW SUGAR FUTURE MARKET



# LONDON N°5 WHITE SUGAR FUTURE MARKET

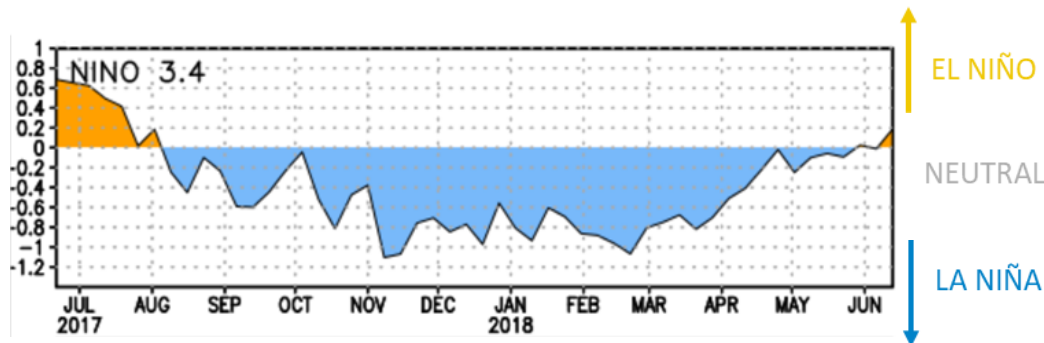


## WHITE PREMIUM-DAILY CONTINUATION BASIS



## CLIMATOLOGY

Oceanic Niño Index in the region 3.4  
[°C]



### ENSO ALERT STATUS: El Niño Watch

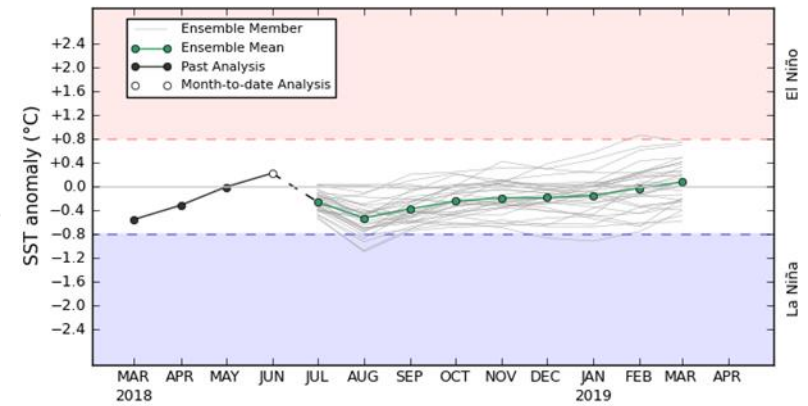
- ENSO-neutral condition are present.
- Pacific Ocean equatorial sea surface temperatures are near-to-above average.



### ENSO OUTLOOK

- ENSO-neutral will last up to Northern Hemisphere summer 2018.
- ENSO could increase to El Niño during fall with a probability of 50%, and during winter 65%.

POAMA monthly mean NINO34 - Forecast Start: 17 JUN 2018



Copyright 2018 Australian Bureau of Meteorology

Base period 1981-2010

### INDIAN OCEAN DIPOLE STATUS

- IOD is currently neutral.

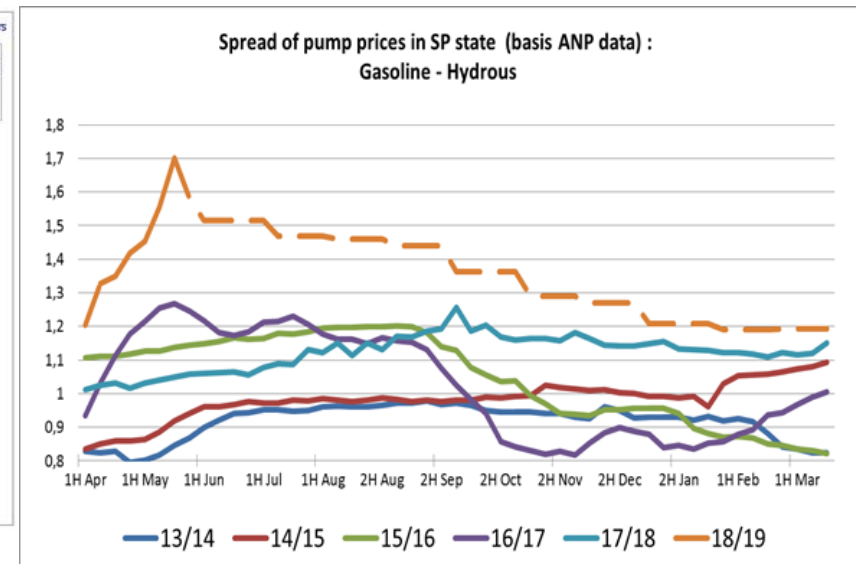
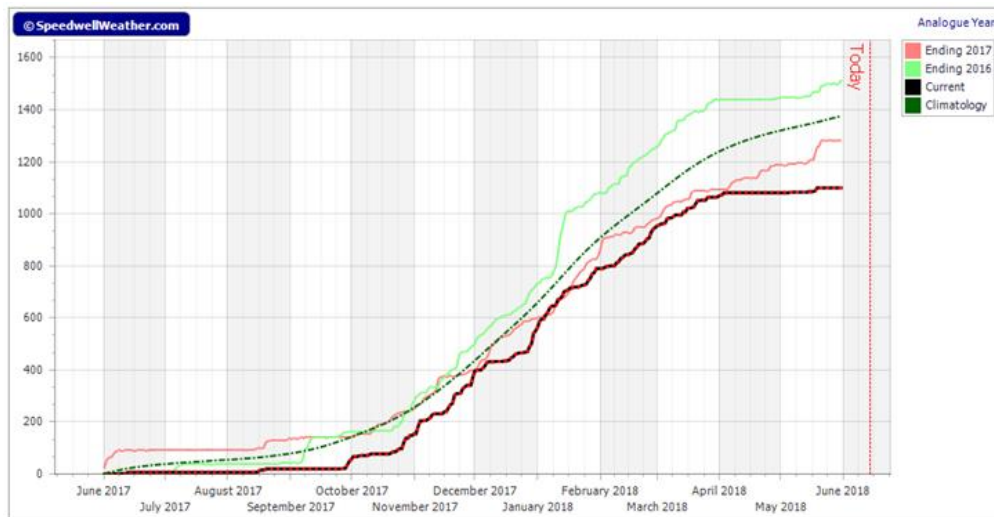
### IOD OUTLOOK

- 5 of the 6 international models anticipate that the IOD will remain neutral until at least the Southern Hemisphere spring.
- One model indicates a positive IOD is likely to develop in the next month.

## BRAZIL CS: LESS CANE & MORE ETHANOL, LESS SUGAR

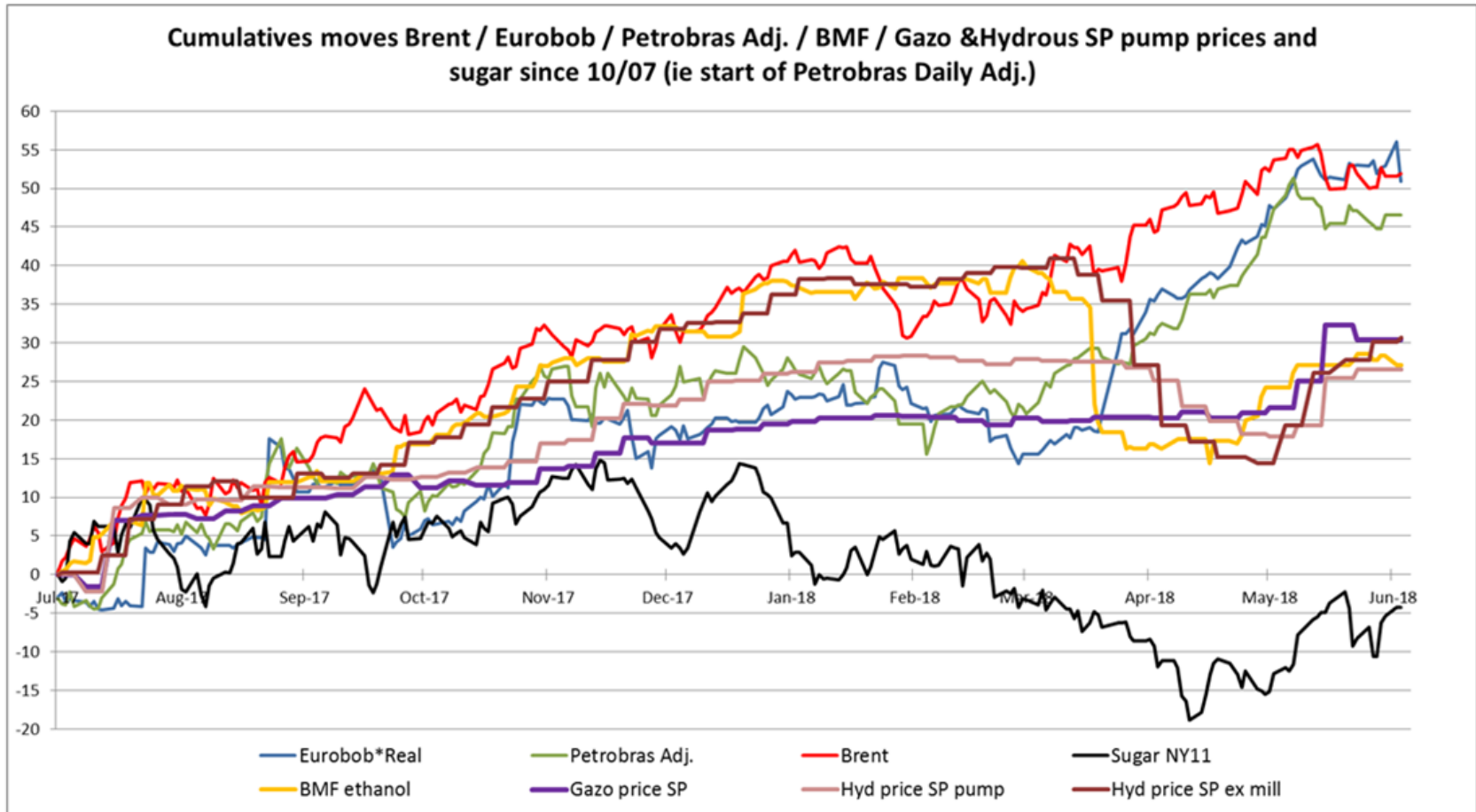


Cumulative Rainfall since June 2017 to May 2018 versus 10-year average and the previous year [mm]



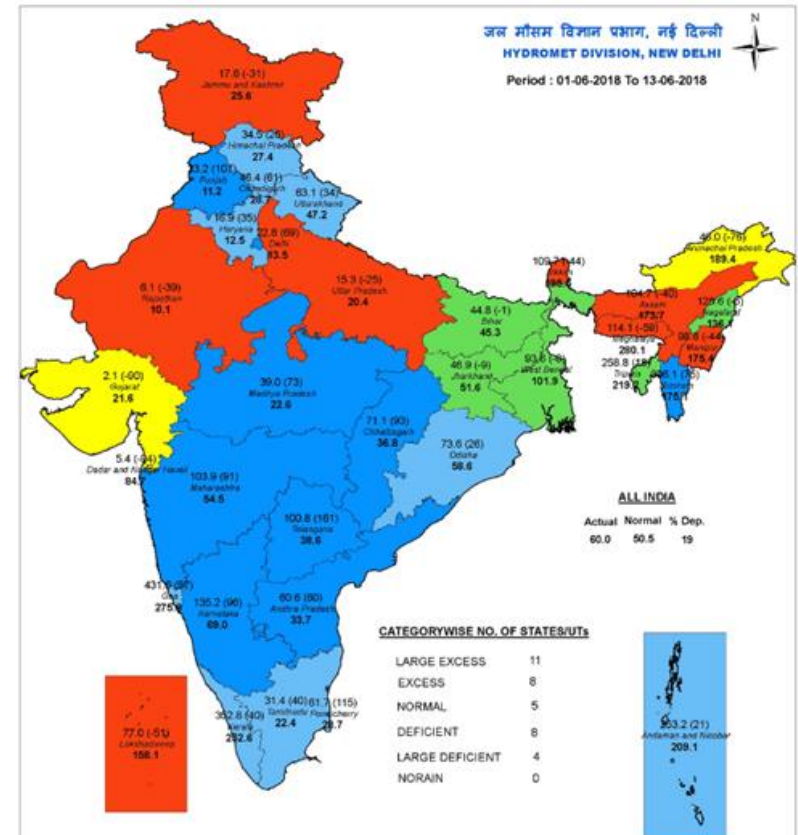
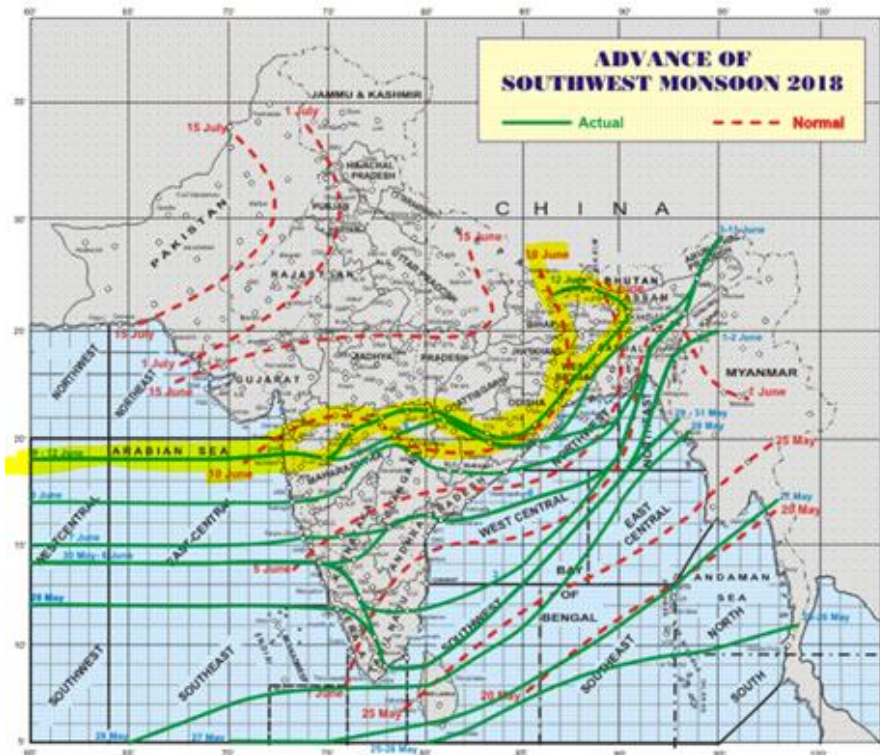
Industry consensus: 28,5 Mt

## BRAZIL CS: LESS CANE & MORE ETHANOL, LESS SUGAR





## INDIA – GOOD MONSOON AND WATER AVAILABILITY



Legend

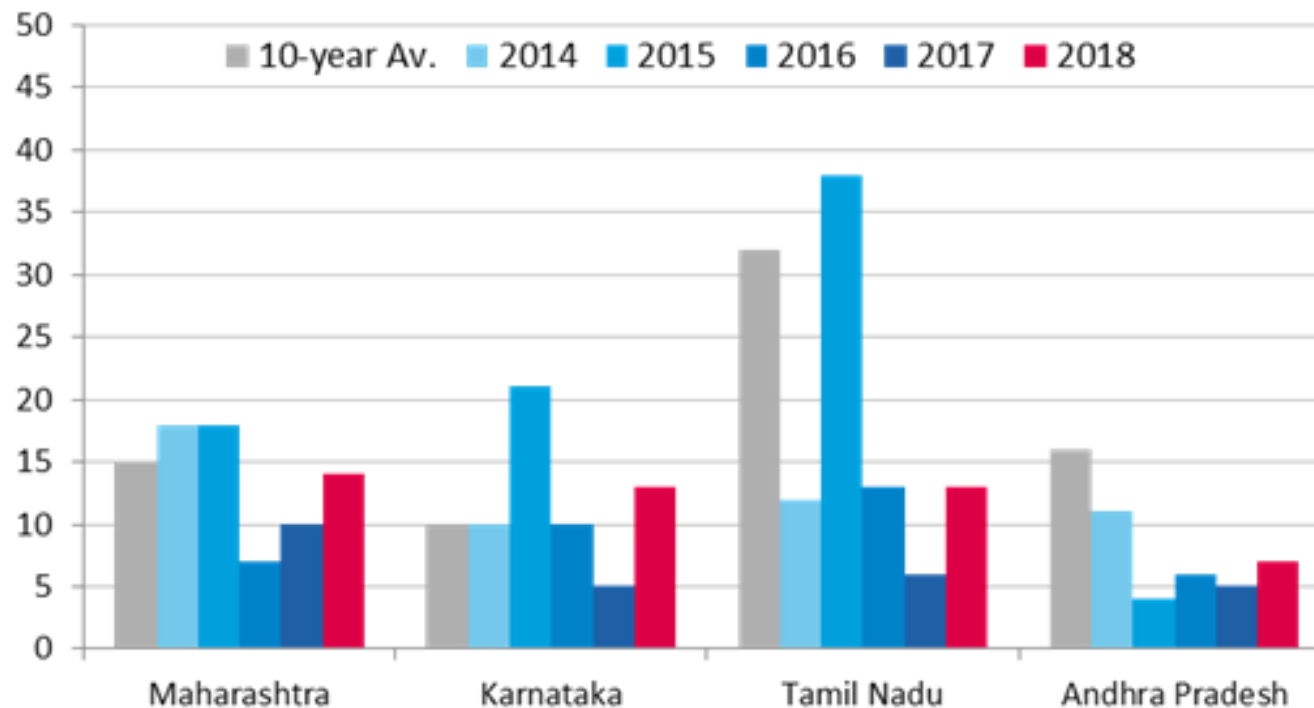
Large Excess [ 60% or more ] Excess [ 20% to 59% ] Normal [ 19% to 19% ] Deficient [ -59% to -20% ] Large Deficient [ -49% to -60% ] No Rain [ -100% ] NO DATA



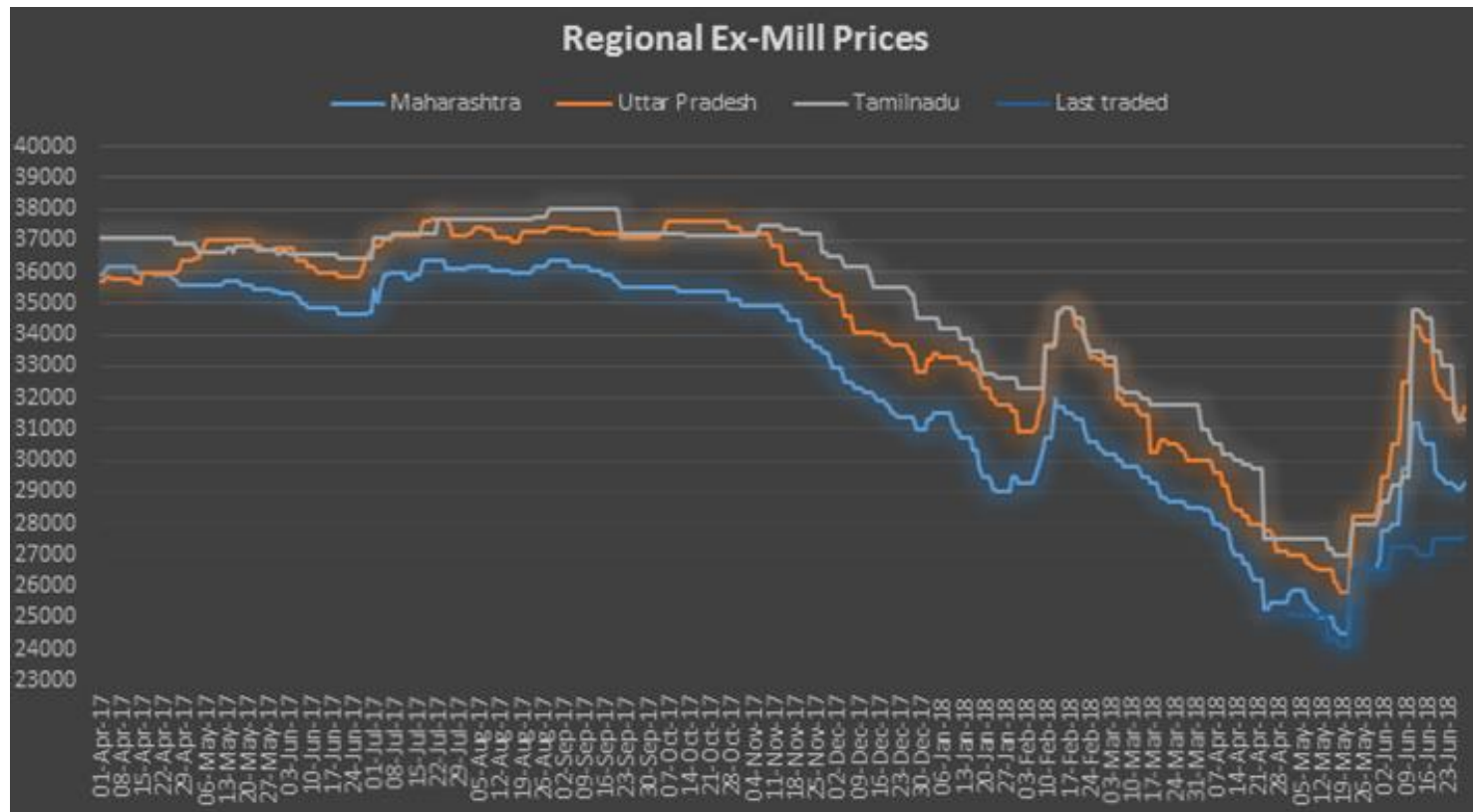
## INDIA – GOOD MONSOON AND WATER AVAILABILITY



Indian Reservoirs Level [% storage capacity]

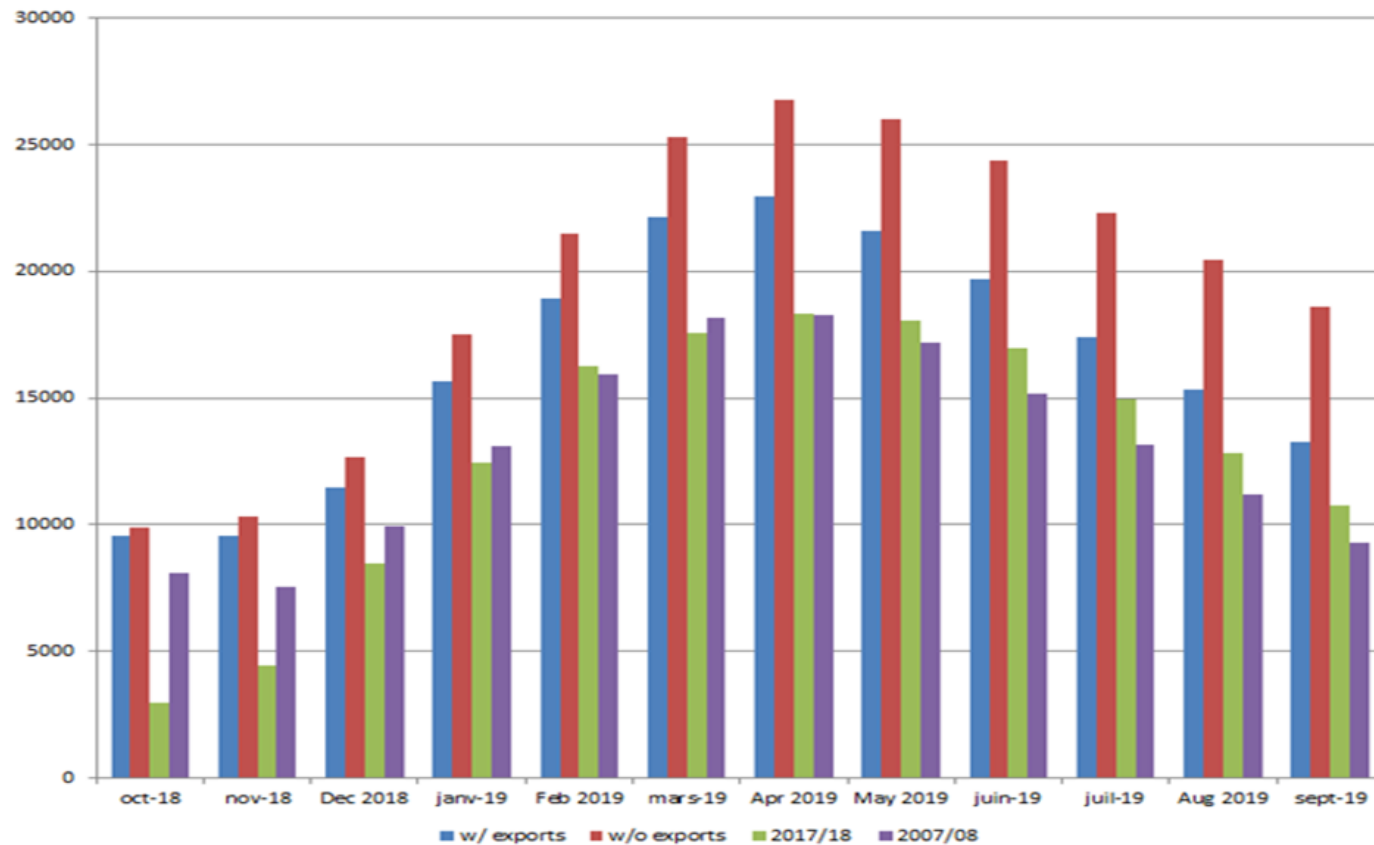


## INDIA – PRICES VOLATILITY UNDER POLICY MOVES



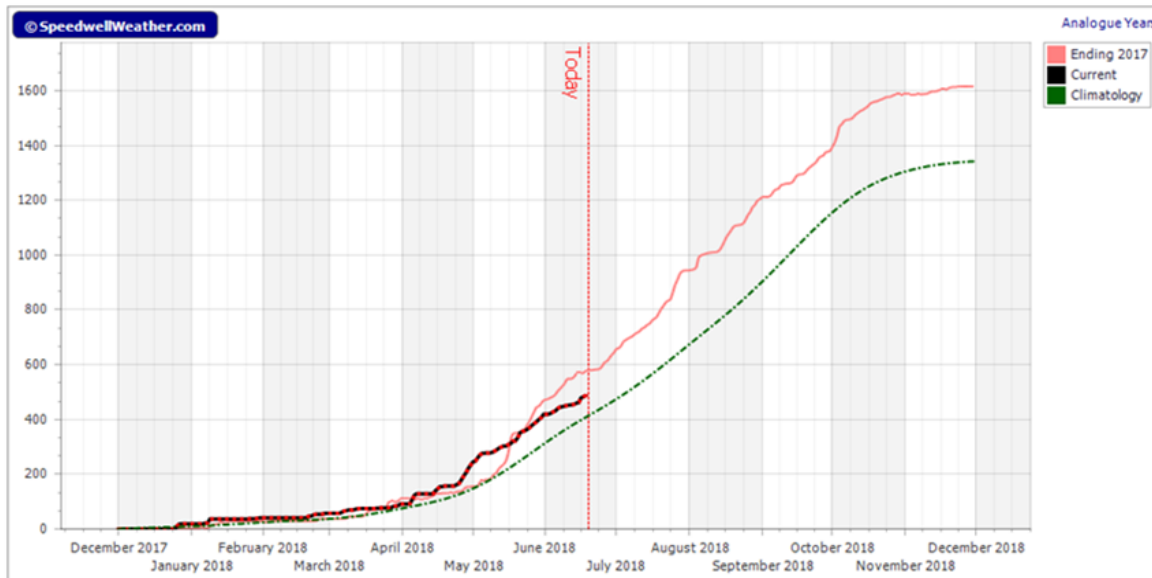
## INDIA – PRICES VOLATILITY UNDER POLICY MOVES

Scenario for stocks in India by end Sept 19  
according exports policy [MT]



## THAILAND

Cumulative Rainfall since December 2017 versus 10-year average and the previous year  
[mm]



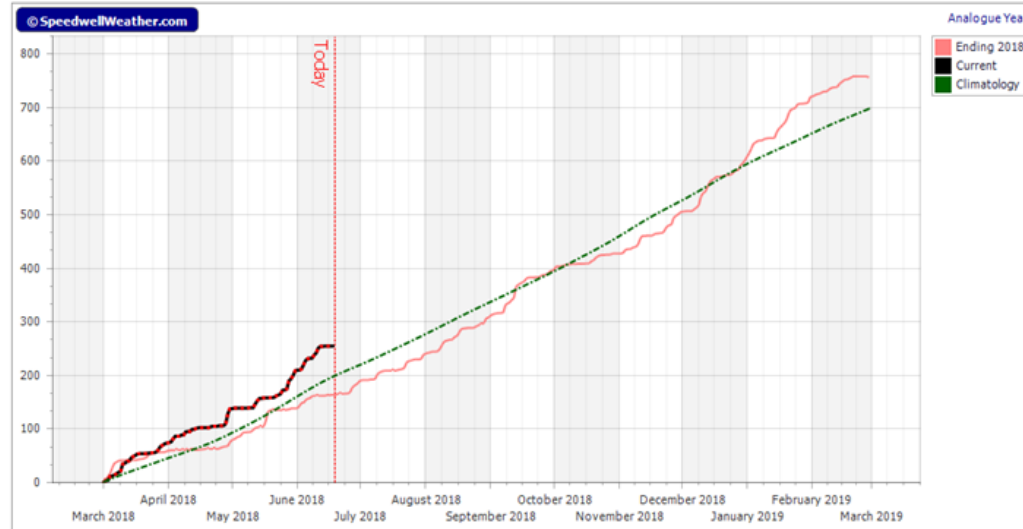
- Thai rainfall since December are still 20% above the 10-year average.
- These rains are beneficial for the standing sugarcane.
- Industry forecast is at 130 Mt of cane (6 Mt lower than last year).

From December to Date [mm]		
Ongoing	<b>2017/18</b>	488
Previous	<b>2016/17</b>	578
Average	<b>10-year</b>	408
Diff. with average		19%

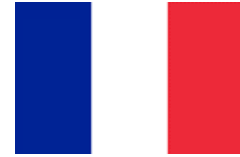
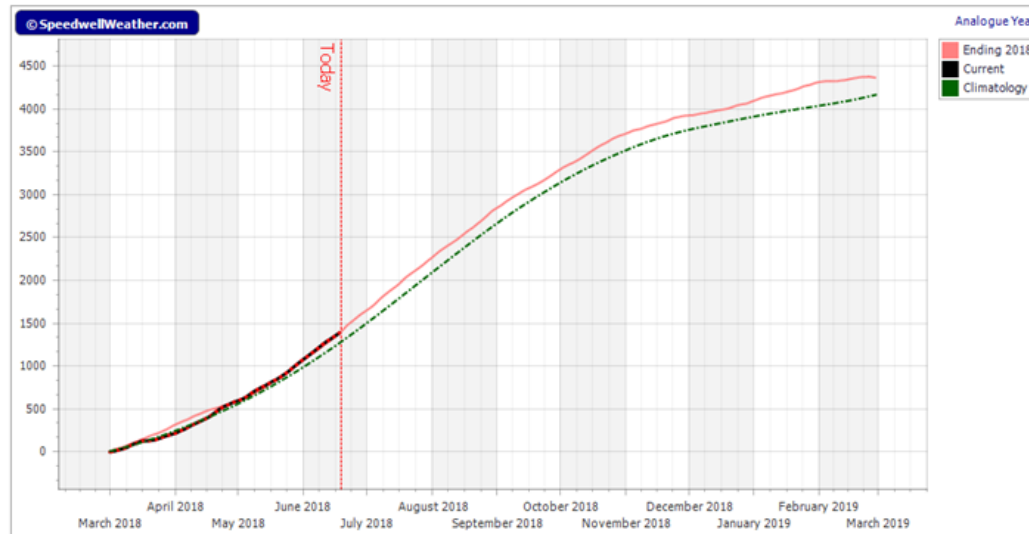
Industry consensus 18/19: 14 Mt

## FRANCE

Cumulative Rainfall since March 2018 versus 10-year average and the previous year  
[mm]



Cumulative Average Temperature since March 2018 versus 10-year average and the previous year  
[°C]



RAINFALL

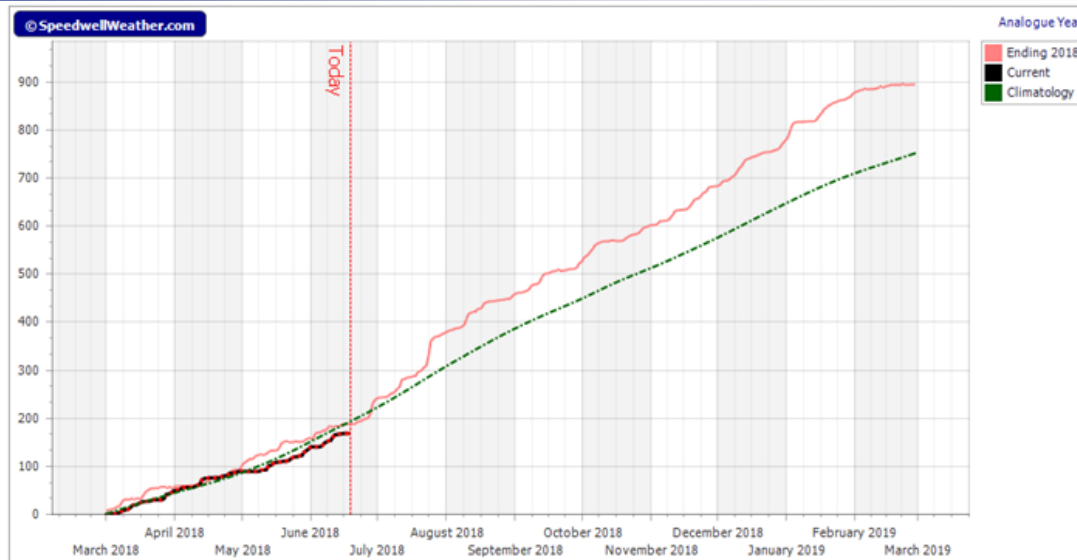
TEMPERATURE





## GERMANY

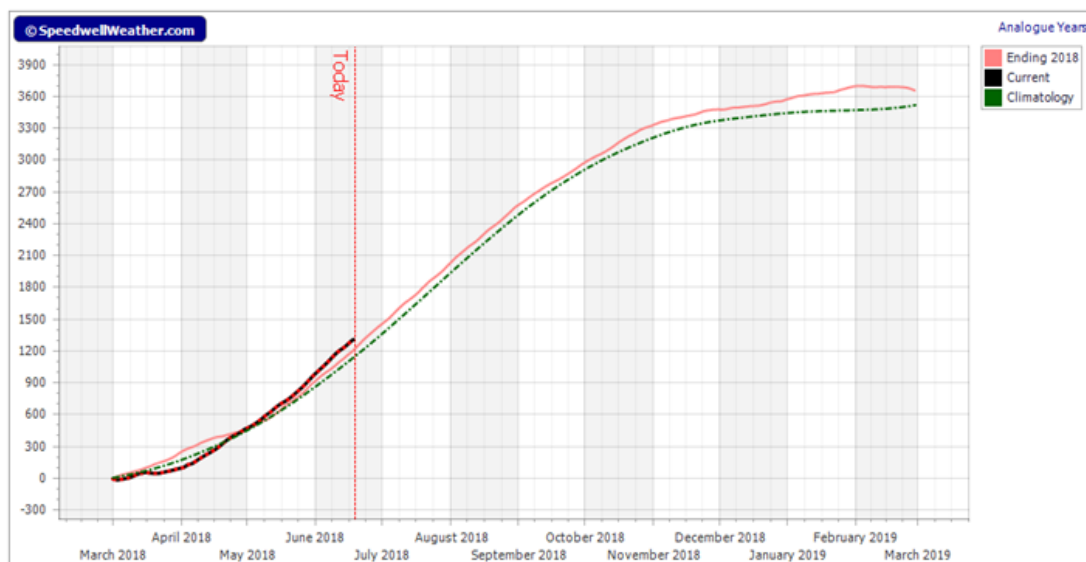
Cumulative Rainfall since March 2018 versus 10-year average and the previous year [mm]



RAINFALL

From March to Date [mm]		
Ongoing	2018/19	169
Previous	2017/18	188
Average	10-year	192
Diff. with average		-12%

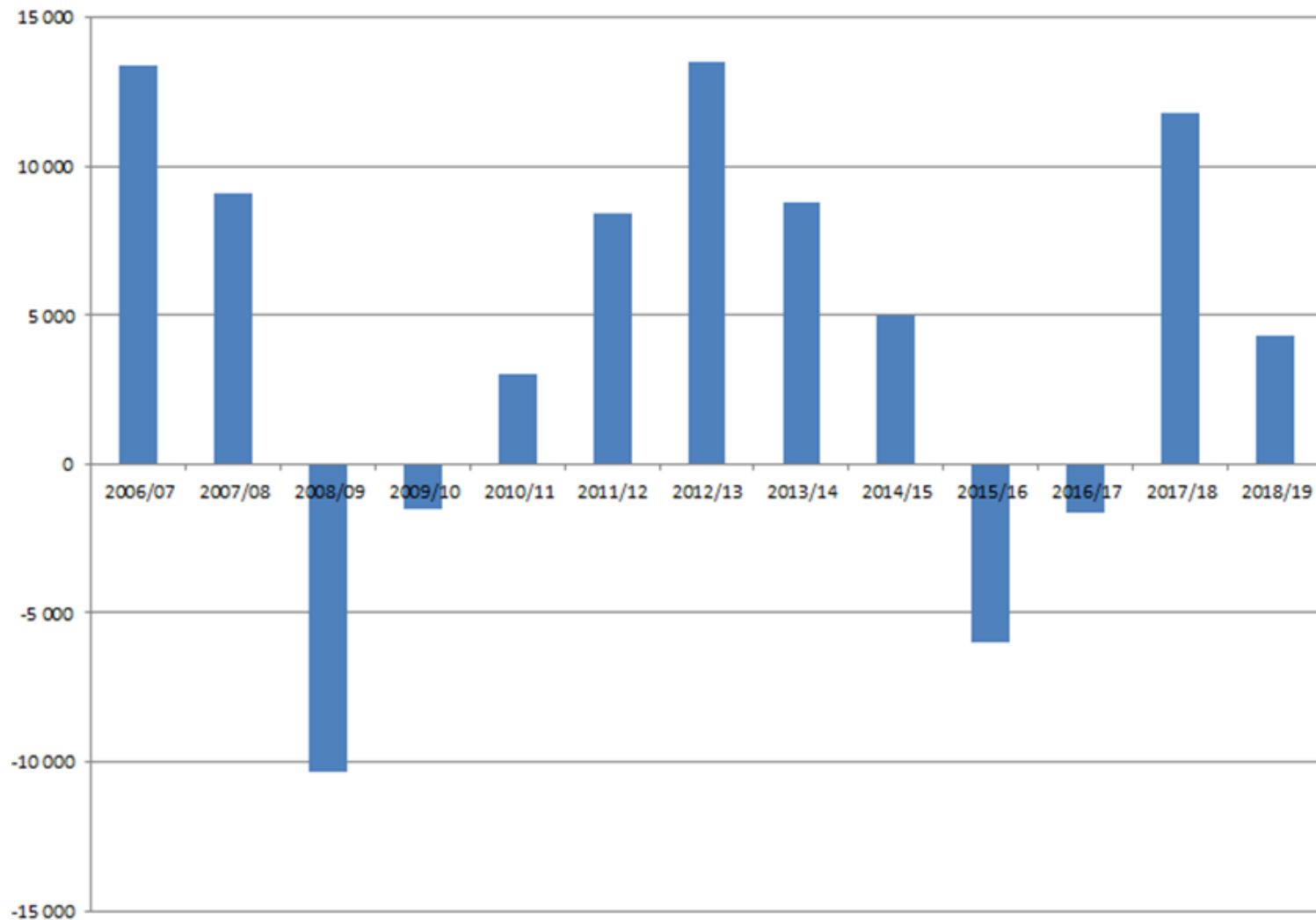
Cumulative Average Temperature since March 2018 versus 10-year average and the previous year [°C]



TEMPERATURE

From March to Date [°C]		
Ongoing	2018/19	1 309
Previous	2017/18	1 205
Average	10-year	1 137
Diff. with average		15%

## OCT/SEP PRODUCTION-CONSUMPTION BALANCE



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