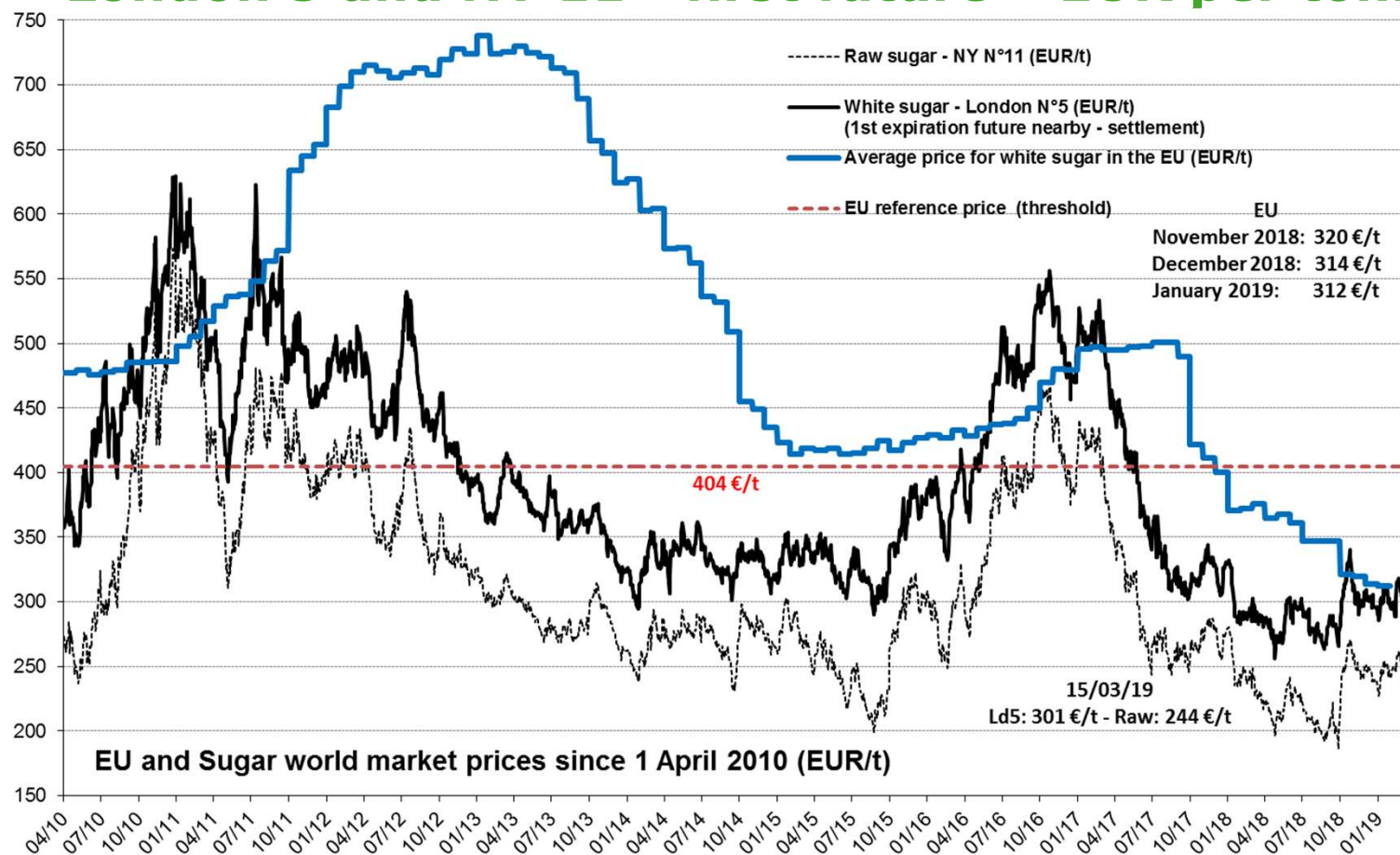




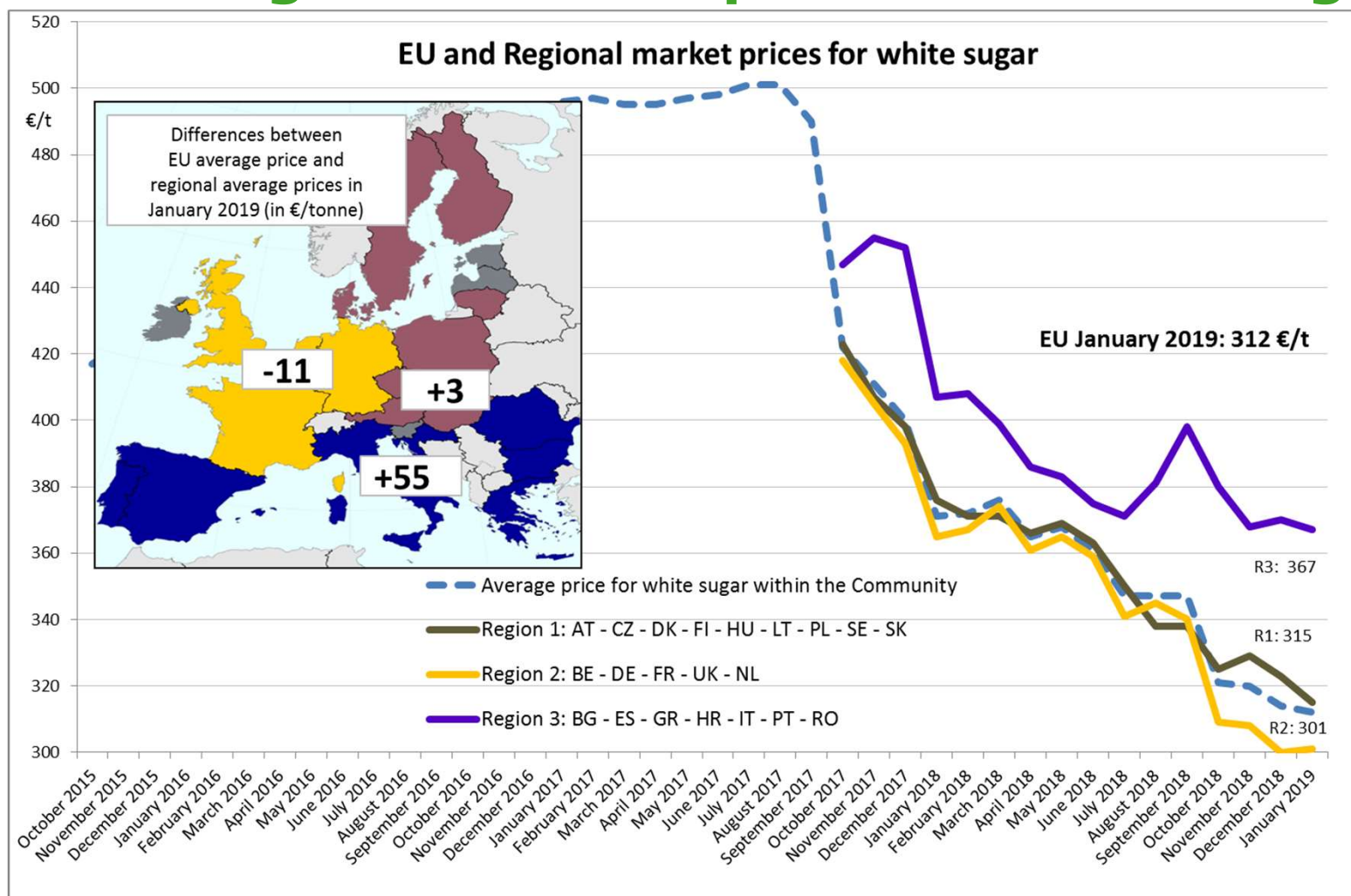
# The EU Sugar Market

AGRI G 4  
High-Level Group on Sugar  
19 March 2019

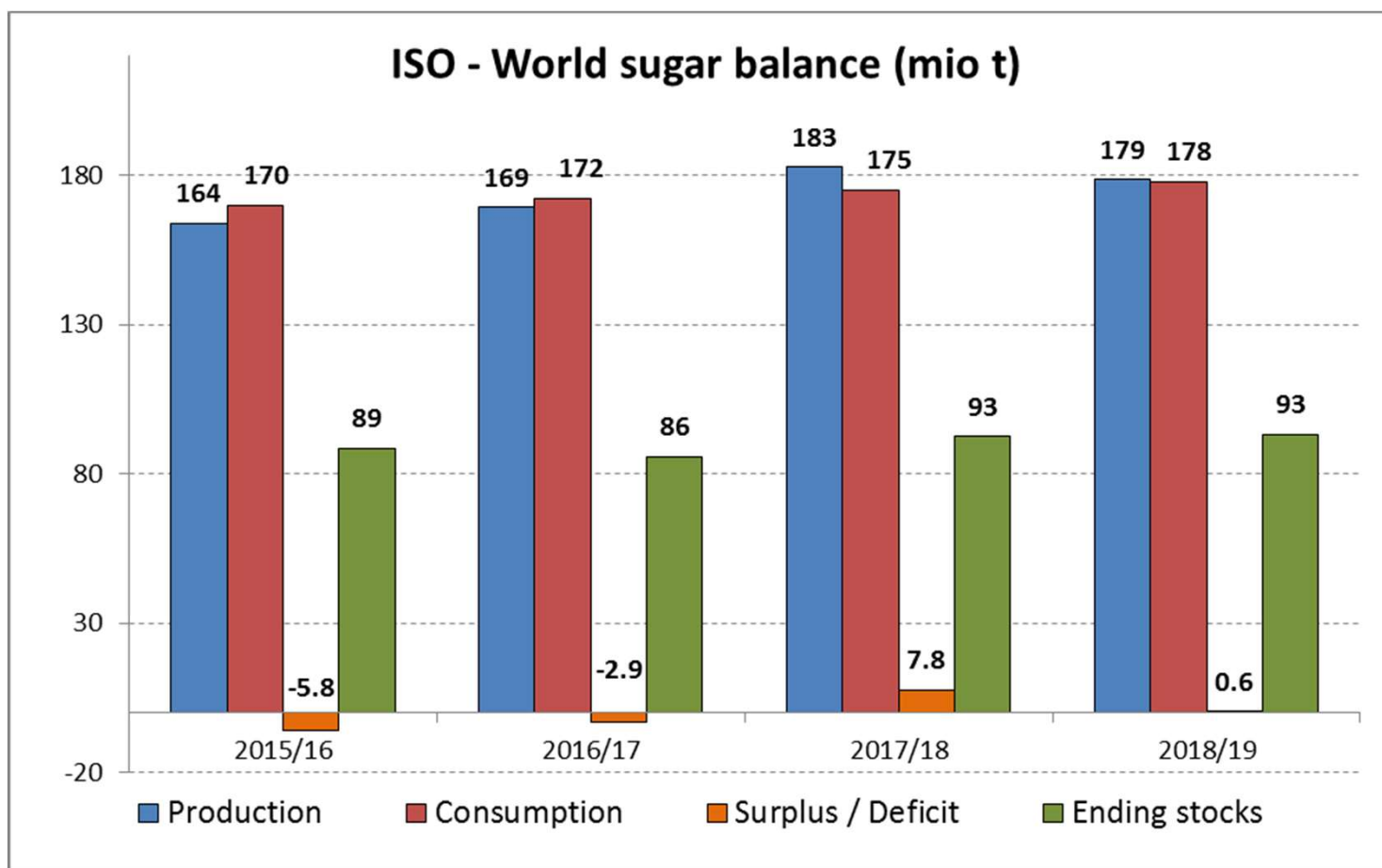
## EU market price and world market prices London 5 and NY 11 - first future – EUR per tonne



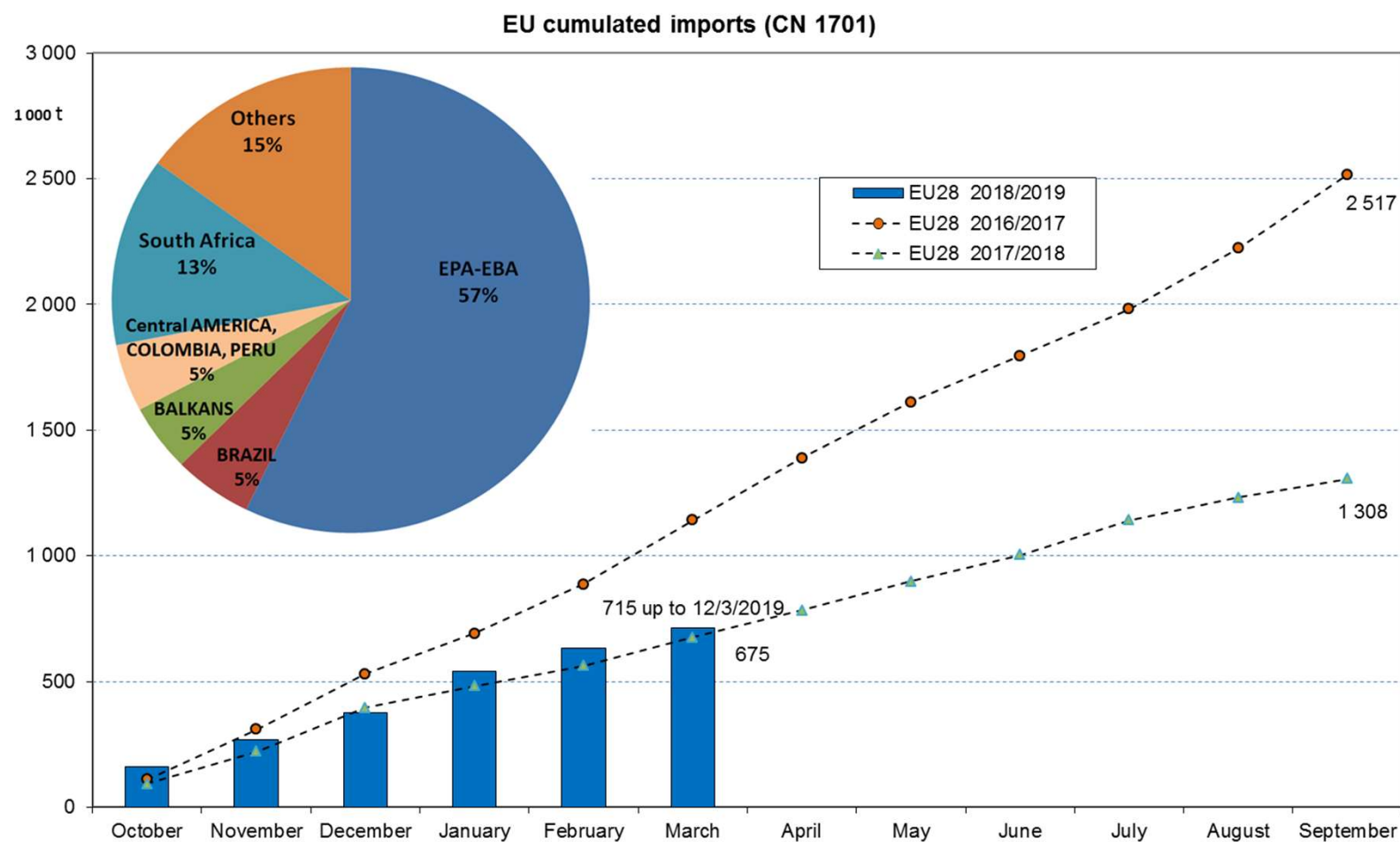
# EU and regional market prices for white sugar



## World Market News ISO (02/2019)



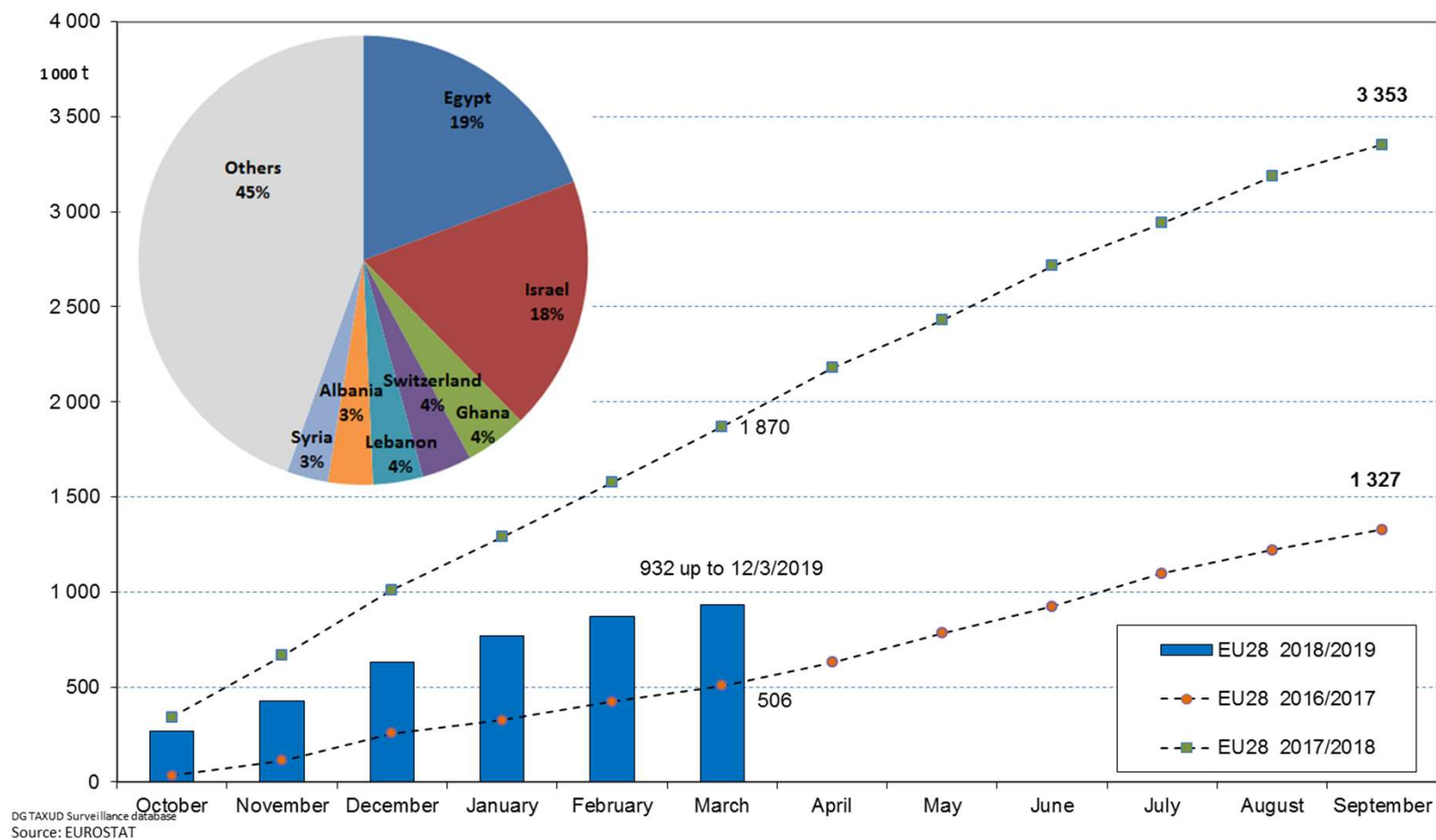
# EU Total imports



Source: EUROSTAT

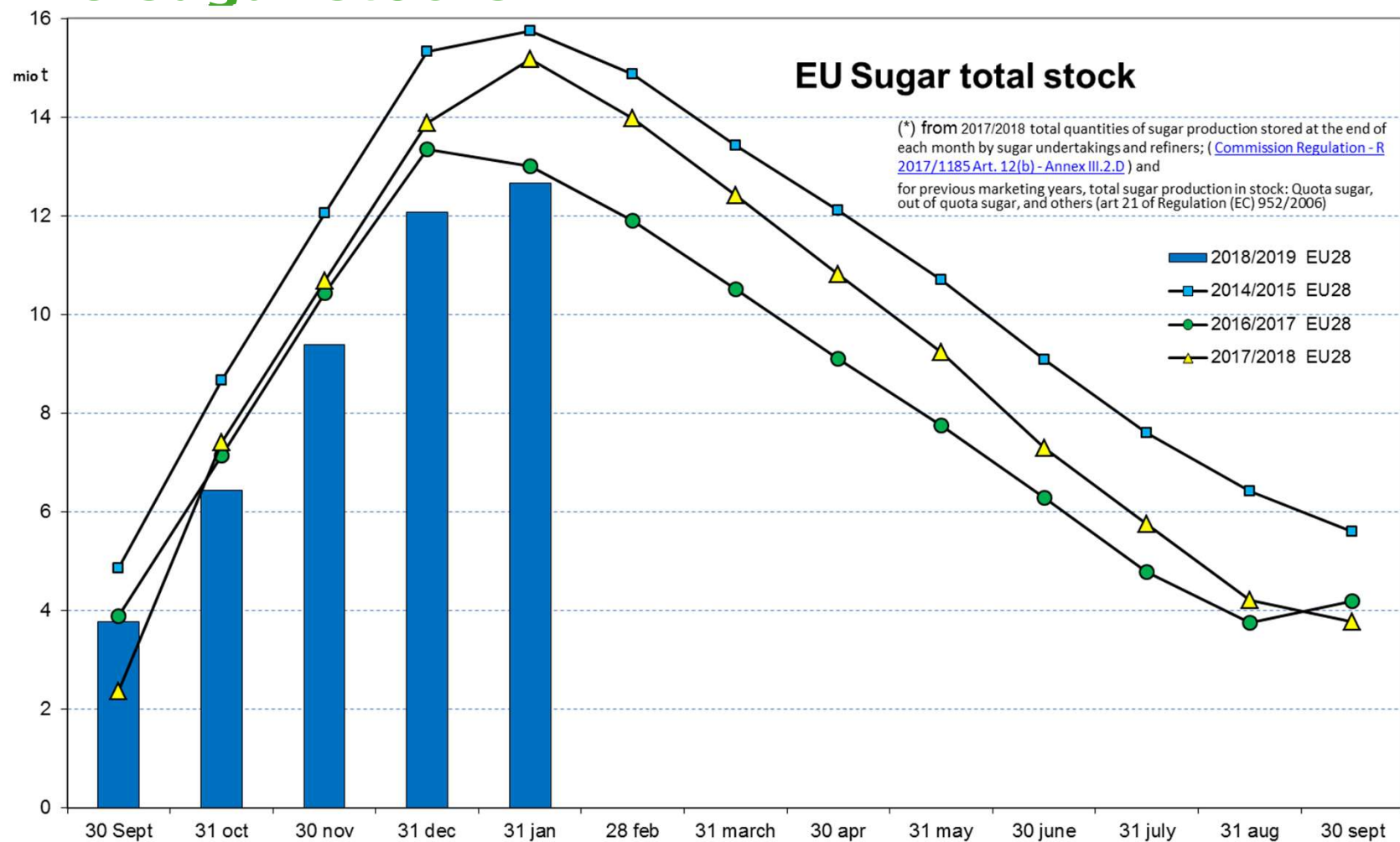
# EU Total exports

EU cumulated exports (CN 1701)



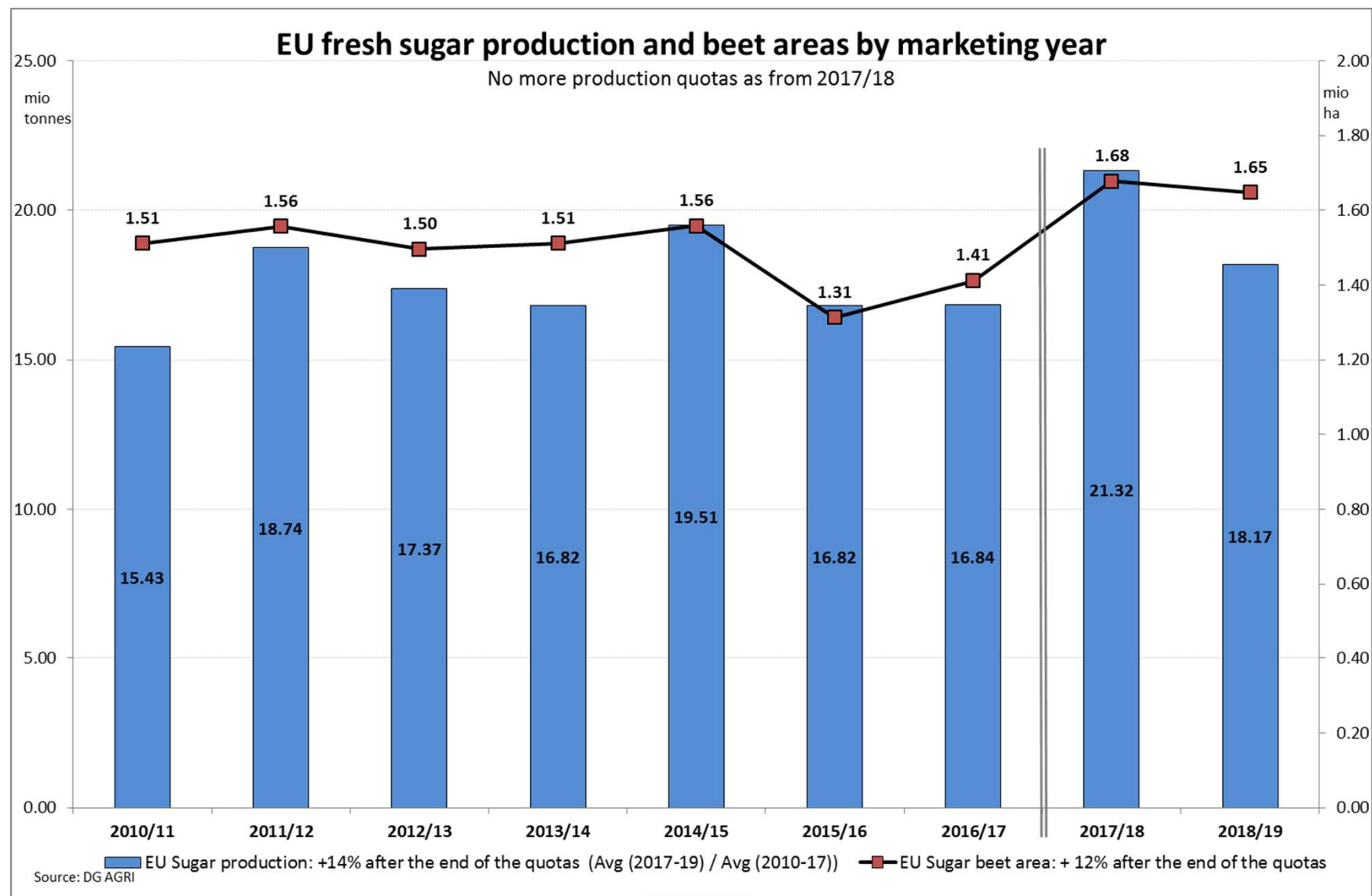


# EU sugar stocks

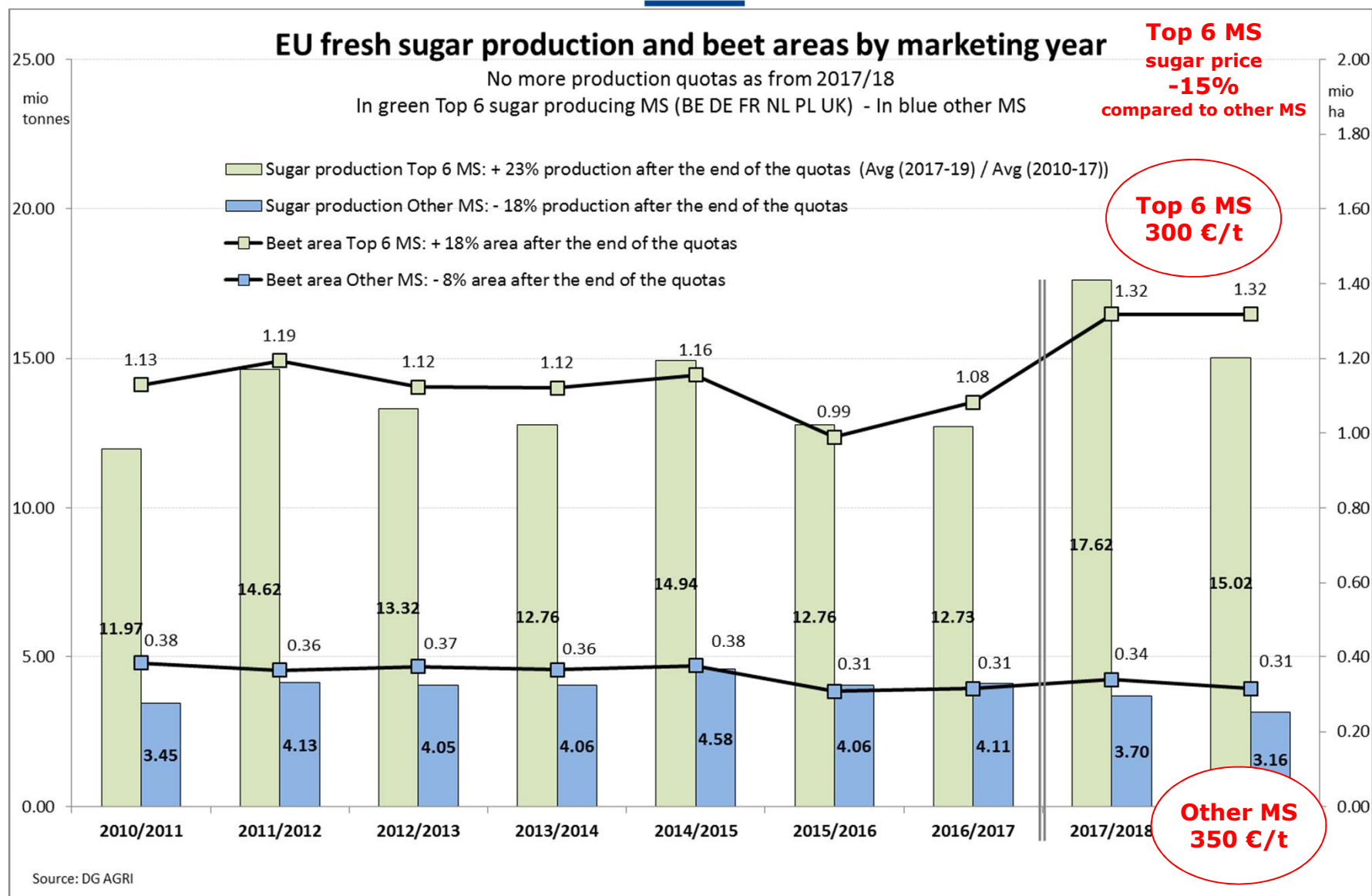




European  
Commission







# Sugar and Isoglucose Balance Sheet 2017/18 – 2018/19 December 2018

<i>million tonnes December 2018</i>	2017/18 (EU28) (provisional)		2018/19 (EU28) (forecast)	
	Sugar	Isoglucose	Sugar	Isoglucose
<b>Beginning stocks</b>	<b>2.17</b>	<b>0.03</b>	<b>2.42</b>	<b>0.03</b>
<b>Production</b>	<b>21.35</b>	<b>0.60</b>	<b>18.20</b>	<b>0.60</b>
<b>Imports</b>	<b>1.84</b>	<b>0.01</b>	<b>1.86</b>	<b>0.01</b>
as such	1.29		1.30	
in processed products	0.56		0.56	
<b>Total availability</b>	<b>25.4</b>	<b>0.64</b>	<b>22.5</b>	<b>0.64</b>
<b>Consumption/disappearance</b>	<b>18.04</b>	<b>0.57</b>	<b>17.67</b>	<b>0.56</b>
<b>Exports</b>	<b>4.90</b>	<b>0.05</b>	<b>3.35</b>	<b>0.05</b>
as such	3.35		1.80	
in processed products	1.55		1.55	
<b>End stocks</b>	<b>2.42</b>	<b>0.03</b>	<b>1.46</b>	<b>0.03</b>
<b>Total outlets</b>	<b>25.4</b>	<b>0.64</b>	<b>22.5</b>	<b>0.64</b>



## Sector responses to low prices

- **Reduction in area** planted for 2019/2020:
  - -5% in MS not using VCS (Platts Kingsman)
  - -5% to -10% UK (British Sugar), -6% NL (Suiker Unie)
- **Reduction of processing capacities:**
  - Südzucker: reduction of 700 000 tonnes in production capacity by closing 5 factories in DE, FR and PL (Reuters - Südzucker)
  - Others?
- **Financial difficulties:**
  - Loans of > EUR 100 million bridging the losses in 2018/2019 (Reuters – Tereos)
- **Joint venture:**
  - 3 Croatian sugar factories plan to form a joint venture



## Potential new projects

- **Expansion** outside Europe:
  - Nordzucker agrees to buy 70% of Australia's Mackay Sugar Ltd
- **News about potential new projects in the EU:**
  - BE: new plant (CoBT)?
  - ES: new project in Extremadura (Al-Khaleej)?
  - IE: local press: plans to redevelop sugar beet industry...



*Thank you  
for your attention*