



Sugar #11 and #5 : prices

January: some volatility for sugar... but without consequences at the end of the month.

Some volatility was seen this month: raw sugar entered January under 14.50cts/lb, reached 16cts/lb in the middle of the month, and then went back to almost 15cts/lb (p. 1). Considering the month as a whole, raw sugar in New-York gained only 2% - the level of variation of the Brazilian Real compared to US\$ (p. 7). The situation is even stronger for white sugar (+0.3% on January, p. 1), and the white premium spent the last two weeks below 60US\$ (p.3)... Such a long period at this level has not been seen for 5 years!

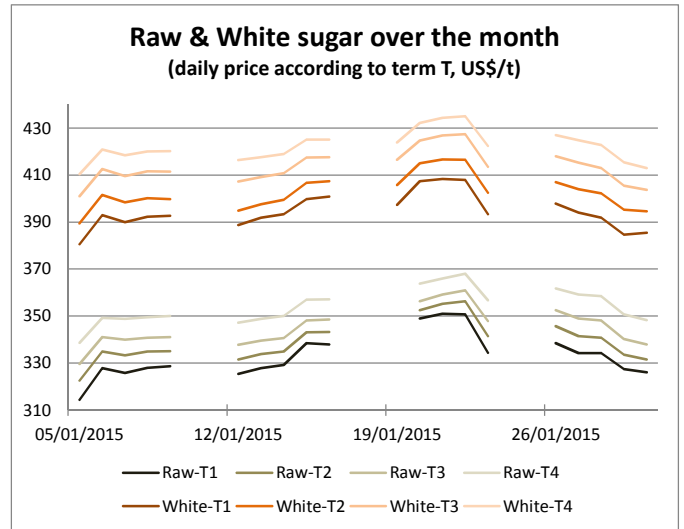
This volatility was mainly due to news from Brazil, with announcements on their domestic energy policy that should impact the sugar production level (restoration of an old tax (CIDE) only applicable to gasoline and not to ethanol, higher ethanol incorporation rate) but also on climate (fears of another drought – that disappeared at the end of the month). As a conclusion, raw sugar gained 0.50cts/lb in a single day – and speculators divided by 2 their net short position, showing their interest in this new volatility (p. 2). But stocks are so huge and fundamentals are so heavy that the adjustment was strong: on January 23rd, in only 30 minutes, the market collapsed and previous gains were lost. Market showed that it was not ready for a rise only based on fears.

It was another bumping month for currencies: compared to the US\$, the Euro and Australian dollar lost 5% whereas the Indian Rupee and Brazilian Real gained almost 3% (p. 7 and 3)!

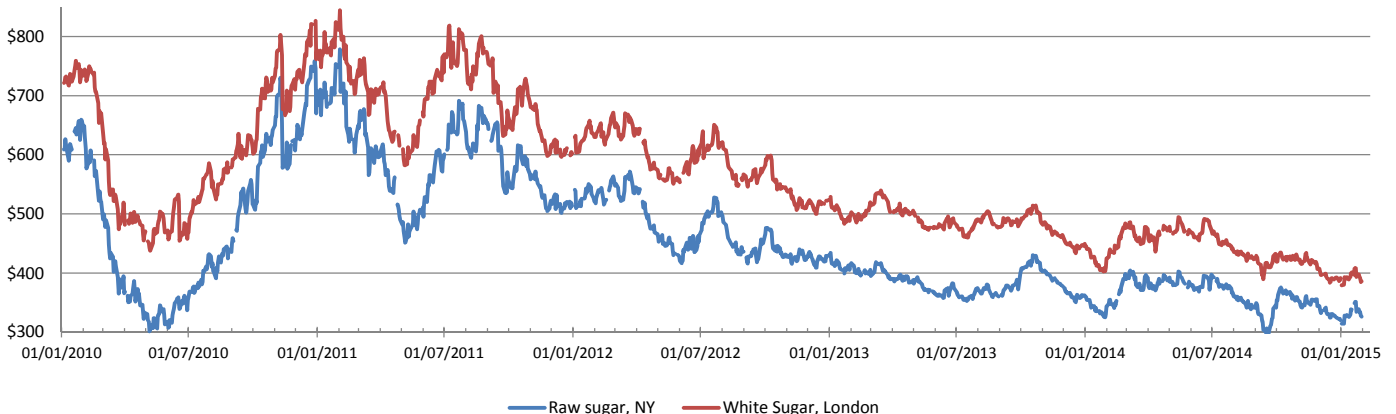
Oil once again lost almost 7%, as corn and soy in the US - and even more for wheat (-11%, p. 5). In this situation, it is obvious that ethanol lost more than 7% in USA and 8% in Europe (when expressed in US\$ - the situation is less serious in €), p. 4.

And freight reached a new record: the Supramax (the one used for sugar) lost again 27% in the month and reached a level that had not been seen since February 2009.

	Settling date	First week of January-15	Last week of January-15	Difference in currency	Difference in %
White sugar (sugar#5, London, \$/t)	Mar 15	389,6	390,7	1,1	0,3%
	May 15	397,8	400,6	2,8	0,7%
	Aug 15	409,2	411,1	1,8	0,4%
	Oct 15	418,0	420,6	2,6	0,6%
Raw sugar (sugar#11, NY, cts/lb)	Mar 15	14,74	15,06	0,32	2,2%
	May 15	15,07	15,36	0,29	2,0%
	Jul 15	15,35	15,67	0,32	2,1%
	Oct 15	15,75	16,13	0,38	2,4%
Raw sugar (sugar#11, NY, \$/t)	Mar 15	325,0	332,1	7,10	2,2%
	May 15	332,1	338,6	6,5	2,0%
	Jul 15	338,5	345,5	7,1	2,1%
	Oct 15	347,2	355,7	8,5	2,4%
Premium	Mar/Mar 15	64,7	58,7	-6,0	-9,2%

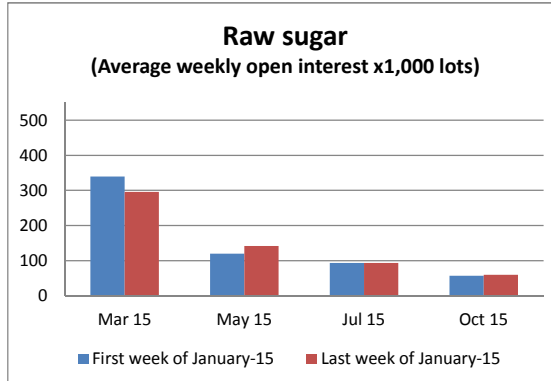
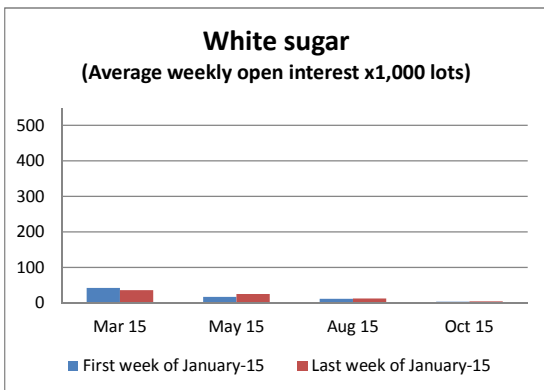


Sugar#11 and #5 prices since January 2010
front term, US\$/t



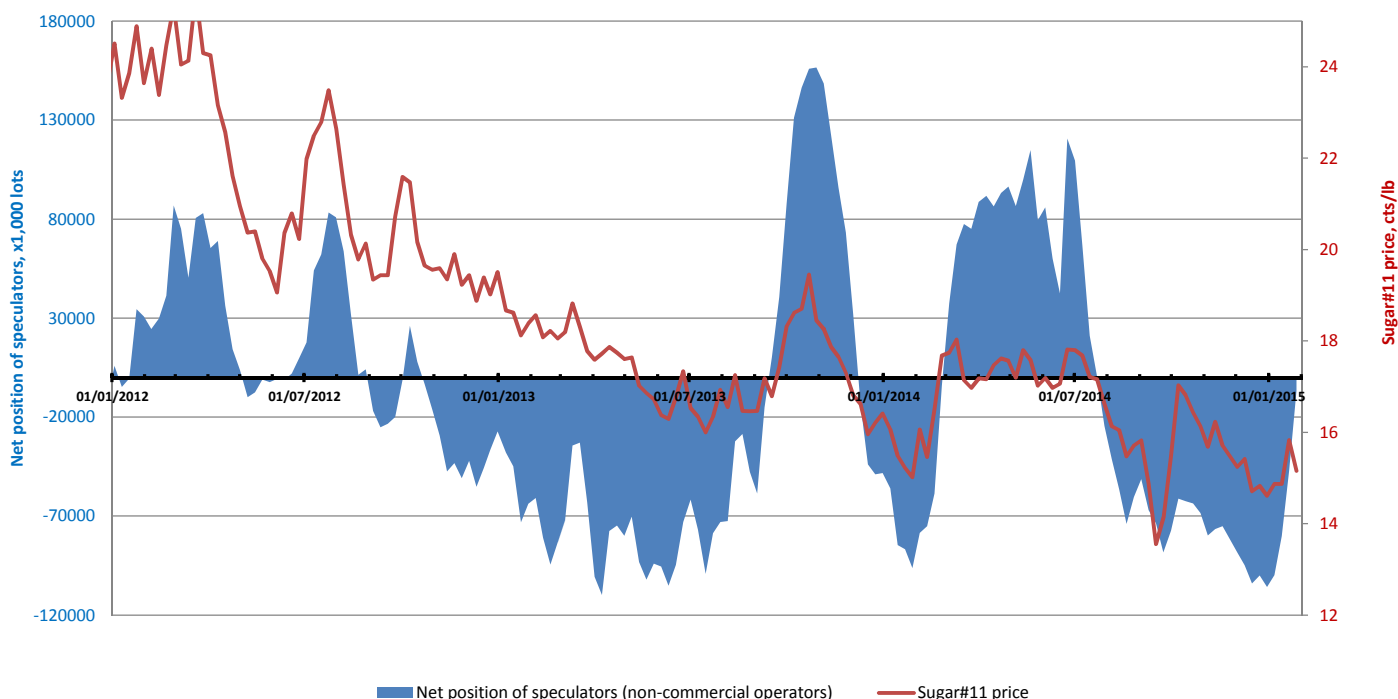


Sugar #11 and #5 : open interest & non-commercial operators positions



Term	White sugar (sugar#5, London, 1lot=50t)				Raw sugar (sugar#11, NY, 1lot=112,000lb=50.8t)			
	First week of January-15	Last week of January-15	Difference in currency	Difference in %	First week of January-15	Last week of January-15	Difference in currency	Difference in %
T1	42,0	35,2	-6,9	-16,4%	339,7	295,4	-44,4	-13,1%
T2	16,9	24,6	7,6	45,1%	120,2	141,8	21,6	17,9%
T3	11,4	11,8	0,4	3,3%	93,9	93,2	-0,7	-0,7%
T4	3,5	3,7	0,2	6,9%	56,8	59,8	3,0	5,3%
Total	78,9	64,2	-14,7	-18,7%	668,2	658,8	-9,4	-1,4%

Net position of speculators on sugar#11 in New-York & front term prices





Sugar #11 : premium compared to Sugar#5 and prices in local currencies

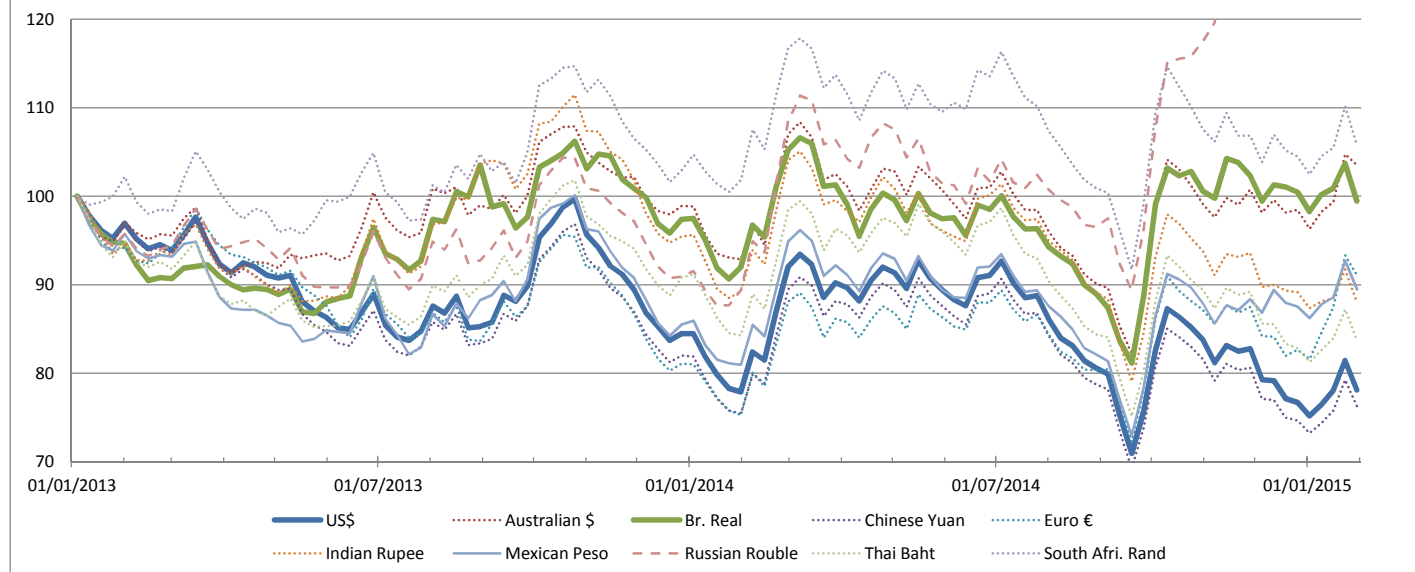
Front term white premium since January 2010

Front term, US\$/t



Price Changes since January 2010

Front term, in local currencies, from a Basis 100 on the 01/01/2010

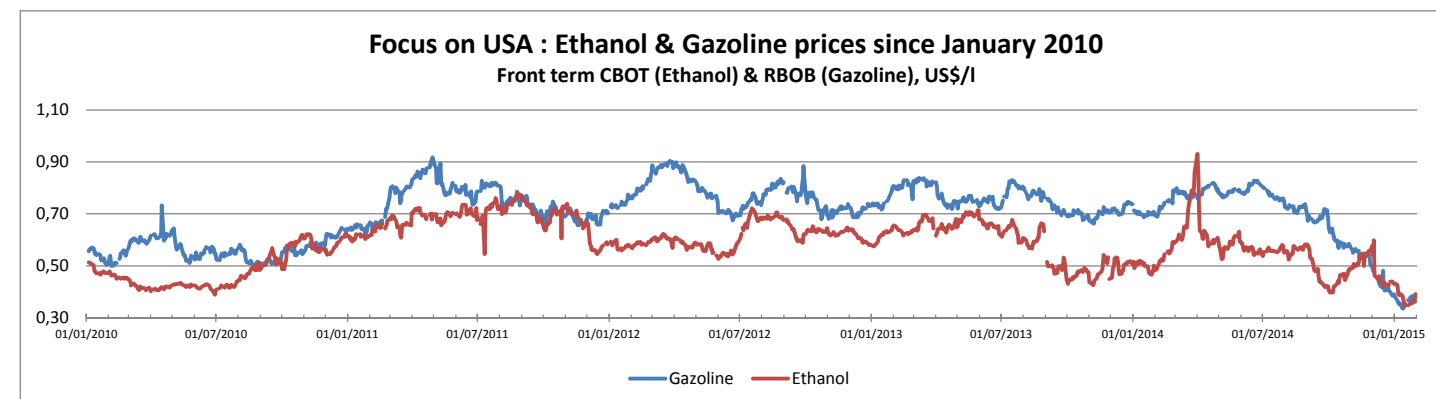
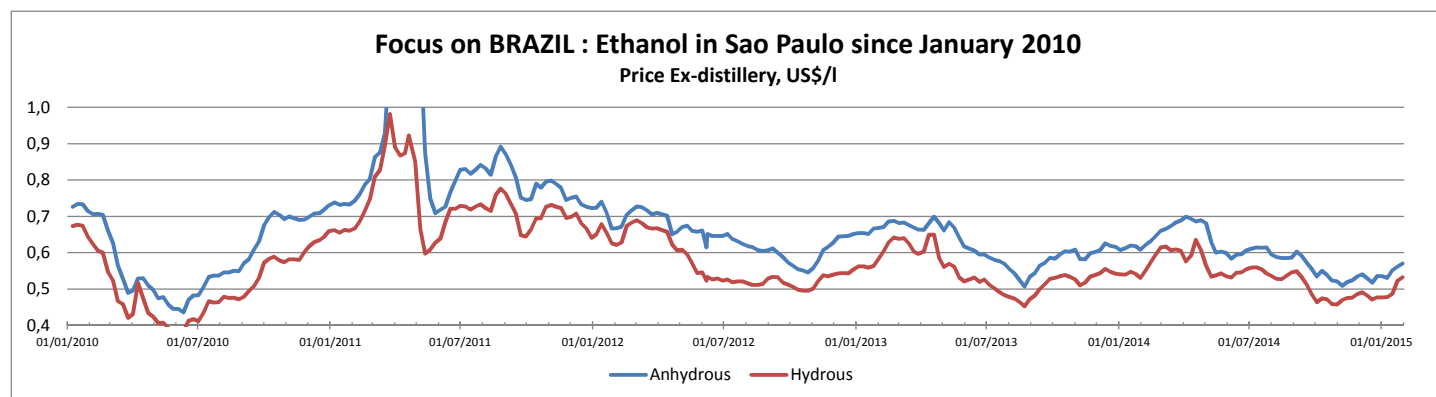
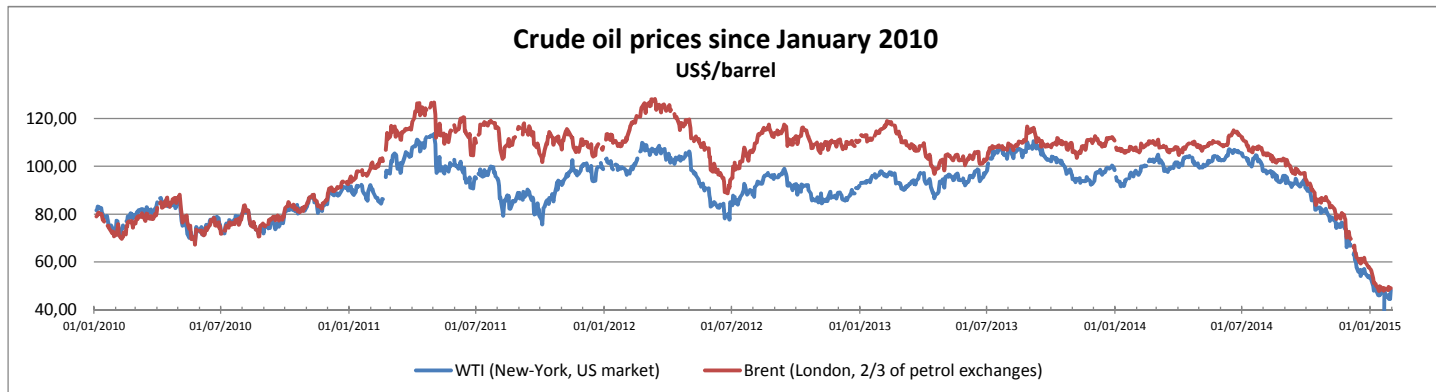


Nota: Russian Rouble left the graph in Nov. 2014 (index>120, see p. 7)

Currency	Sugar#11 Front term			
	First week of January-15	Last week of January-15	Difference in currency	Difference in %
US \$	324,96	332,06	7,10	2,2%
Australian \$	400,35	421,77	21,42	5,4%
Brazilian Real	870,25	863,98	-6,27	-0,7%
Chinese Yuan	1 991,38	2 042,32	50,94	2,6%
European €	273,43	294,28	20,85	7,6%
Indian Rupee	20 465,49	20 430,66	-34,83	-0,2%
Mexican Peso	4 799,15	4 891,41	92,26	1,9%
Russian Rouble	19 802,09	22 471,51	2669,42	13,5%
Thai Bhat	10 675,77	10 812,13	136,36	1,3%
South African Rand	3 782,53	3 826,10	43,57	1,2%



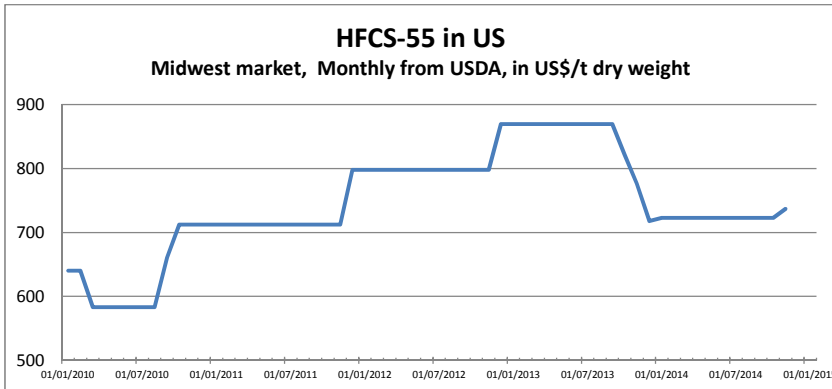
Energy markets : ethanol, crude oil & gasoline



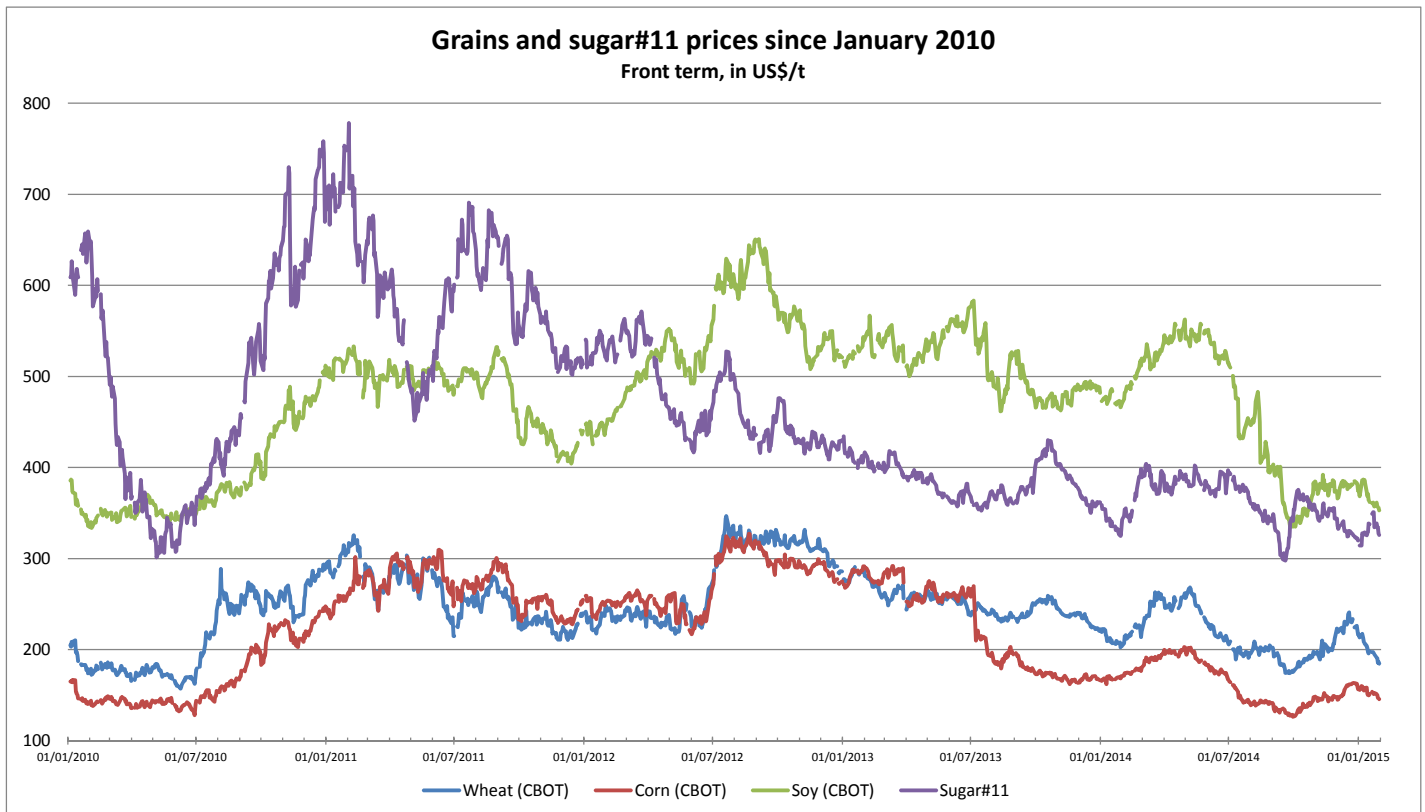
		First week of January-15	Last week of January-15	Difference in US\$	Difference in %	
Oil	WTI, US\$/barrel	48,75	45,72	-3,03	-6,2%	
	Brent, US\$/barrel	51,29	48,87	-2,42	-4,7%	
Gazoline	RBOB, US\$/l	0,36	0,37	0,01	3,5%	
Ethanol	In Brazil (ex. dist.)	US\$/l (Anh., S. Paulo)	0,53	0,57	0,04	7,5%
		US\$/l (Hydr., Sao Paulo)	0,48	0,53	0,06	11,5%
	In USA (CBOT)	US\$/gal	1,50	1,40	-0,11	-7,1%
		US\$/l	0,40	0,37	-0,03	
	In Europe (T2 Rtdam)	€/l	0,45	0,43	-0,02	-4,3%
		US\$/l	0,53	0,49	-0,05	-8,7%



Grain markets : corn, soybeans, wheat, HFCS



Dry HFCS 55 monthly Price in USA			
	December-13	December-14	Difference in %
US\$/t	776,47	737,02	-5,1%
cts/lb	35,23	33,44	

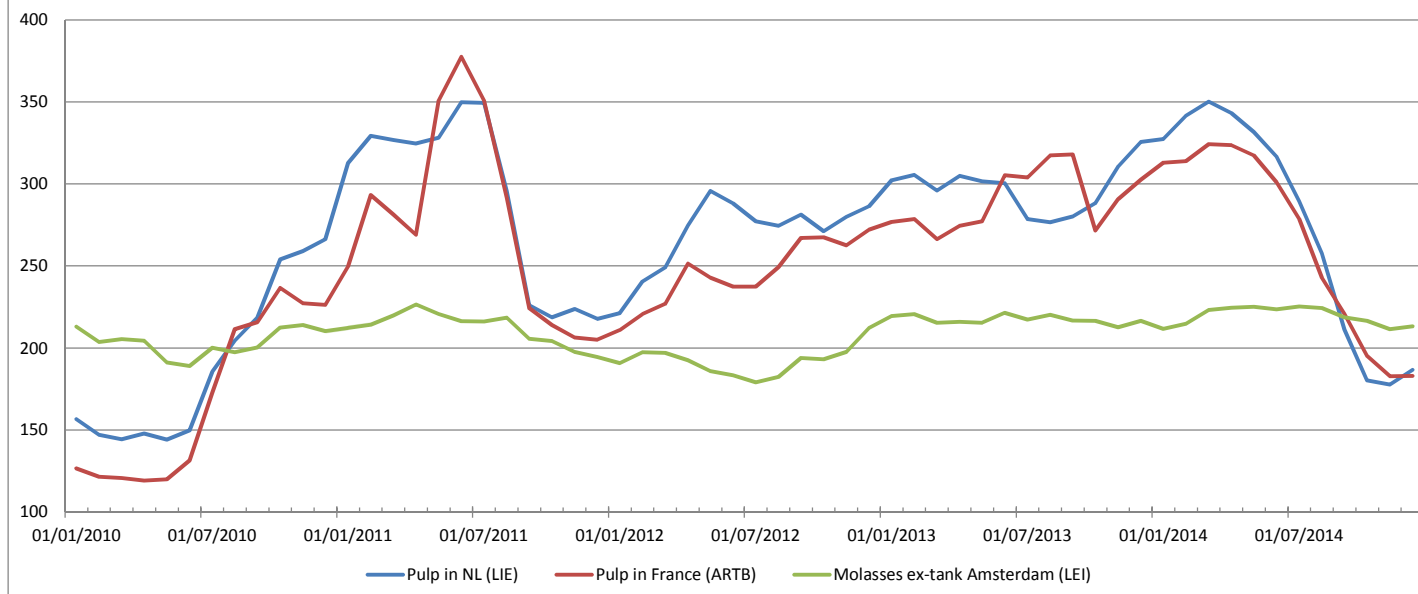


		Front term (CBOT)			
		First week of January-15	Last week of January-15	Difference in currency	Difference in %
Corn	US\$/t	157,61	148,02	-9,59	-6,1%
	cts/bsl	400,32	375,96	-24,36	
Soy	US\$/t	385,01	356,85	-28,16	-7,3%
	cts/bsl	1 047,92	971,28	-76,64	
Wheat	US\$/t	212,40	187,73	-24,67	-11,6%
	cts/bsl	578,12	510,96	-67,16	



By-products : molasses and beet pulps

Cane molasses and beet pulp since January 2010
In France and Netherlands, ex-tank, in US\$/t

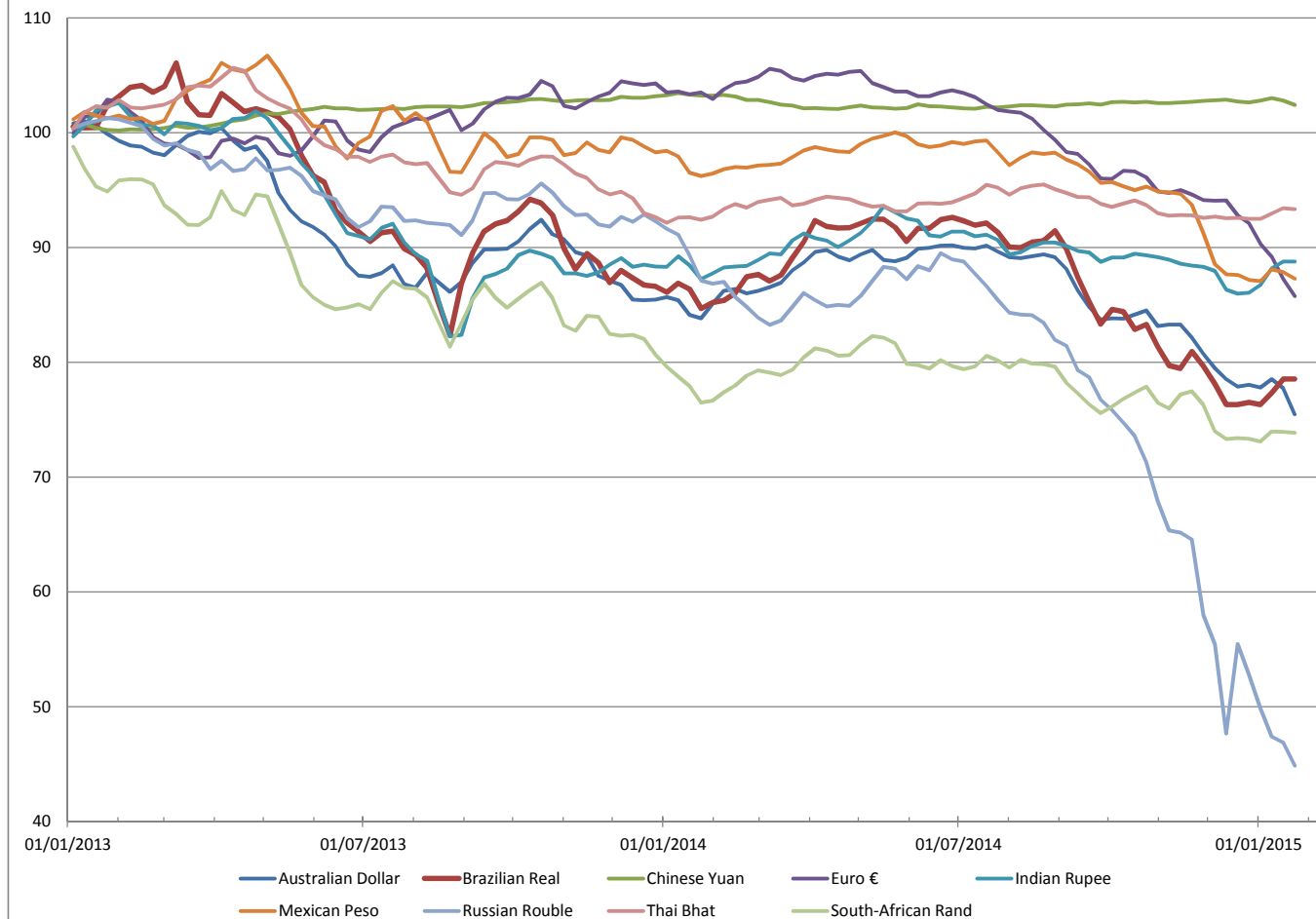


		By-products prices				
		November-14	December-14	Difference in currency	Difference in %	
Beet pulp pellets	NL	US\$/t	177,74	186,74	9,00	5,1%
		€/t	142,92	148,95	6,03	4,2%
	France	US\$/t	182,81	183,04	0,23	0,1%
		€/t	147,00	146,00	-1,00	-0,7%
Cane molasses (ex-tank Amsterdam)		US\$/t	211,41	213,13	1,72	0,8%
		€/t	170,00	170,00	0,00	0,0%



Exchange rates

Currency changes, compared to US\$, since January 2013
Weekly based, basis 100 on the first week of 2010

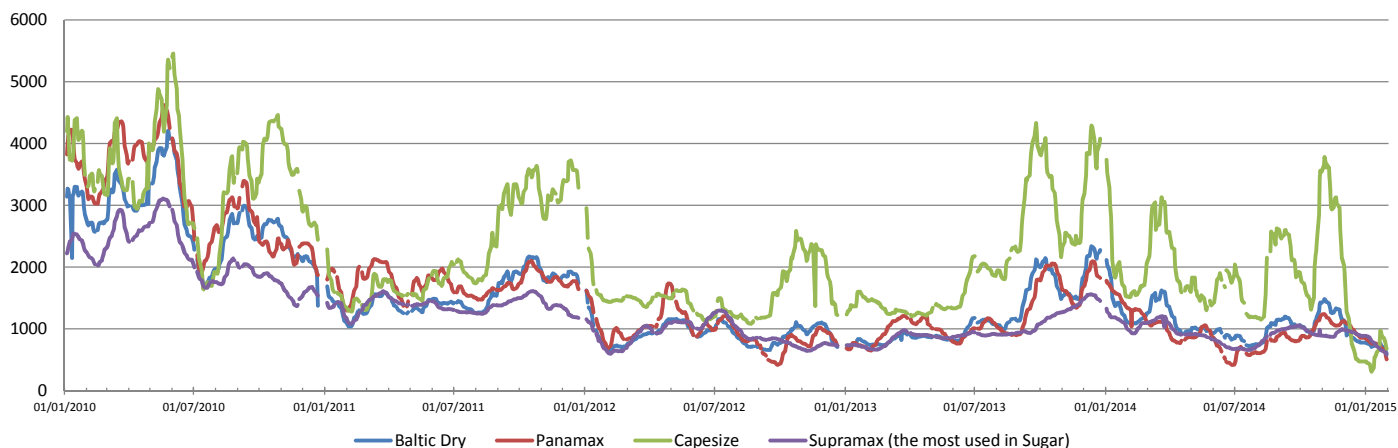


Currency	Value of 1 US\$			
	First week of January-15	Last week of January-15	Difference in currency	Difference in %
Australian \$	0,8117	0,7873	-0,0244	-3,0%
Brazilian Real	0,3734	0,3843	0,0109	2,9%
Chinese Yuan	0,1632	0,1626	-0,0006	-0,4%
European €	1,1884	1,1284	-0,0601	-5,1%
Indian Rupee	0,0159	0,0163	0,0004	2,4%
Mexican Peso	0,0677	0,0679	0,0002	0,3%
Russian Rouble	0,0164	0,0148	-0,0016	-10,0%
Thai Bhat	0,0304	0,0307	0,0003	0,9%
South African Rand	0,0859	0,0868	0,0009	1,0%



Freight : Baltic indexes

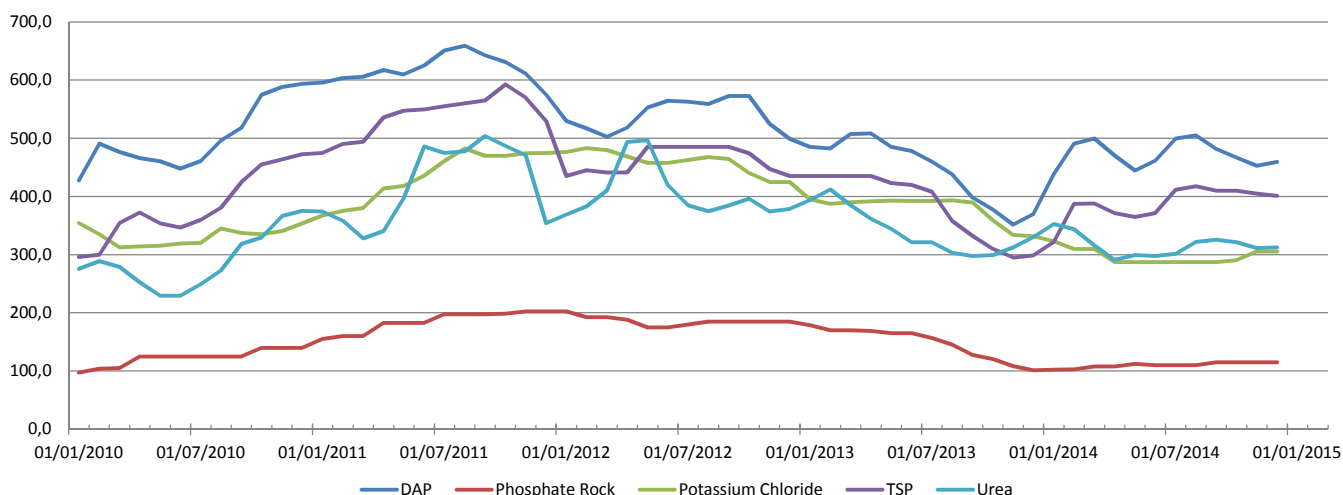
Freight indexes since January 2010



Index	Freight index (Baltic)			
	First week of January-15	Last week of January-15	Difference in index	Difference in %
Baltic Dry	739	659	-80	-11%
Baltic Supramax	839	615	-224	-27%
Baltic Panamax	785	599	-186	-24%
Baltic Capesize	383	775	392	102%

Fertilizers prices since January 2010

World bank, in US\$/t



DAP (diammonium phosphate), standard size, bulk, spot, f.o.b. US Gulf

Phosphate rock (Moroccan), 70% BPL, contract, f.a.s. Casablanca

Potassium chloride (muriate of potash), standard grade, spot, f.o.b. Vancouver

TSP (triple superphosphate), up to September 2006 bulk, spot, f.o.b. US Gulf; from October 2006 onwards Tunisian, granular, f.o.b.

Urea (Black Sea), bulk, spot, for 1985-91 (June) f.o.b. Eastern Europe; 1991 (July) onwards f.o.b. Black Sea (primarily Yuzhnyy)



Market overview : the grower dashboard

			First week of January-15	Last week of January-15	Difference	Difference in %
Sugar	Sugar#11	cts/lb	14,74	15,06	0,32	2,2%
		US\$/t	324,96	332,06	7,10	
	Sugar#5	US\$/t	389,62	390,74	1,12	0,3%
Grains	Corn (CBOT)	cts/bsl	400,32	375,96	-24,36	-6,1%
		US\$/t	157,61	148,02	-9,59	
	Soybeans (CBOT)	cts/bsl	1 047,92	971,28	-76,64	-7,3%
		US\$/t	385,01	356,85	-28,16	
	Wheat (CBOT)	cts/bsl	578,12	510,96	-67,16	-11,6%
US\$/t		212,40	187,73	-24,67		
Ethanol	EU spot	€/l	0,45	0,43	-0,02	-4,3%
		US\$/l	0,53	0,49	-0,05	-8,7%
	US	US\$/l	0,40	0,37	-0,03	-7,1%
	Brazil Anydr.	US\$/l	0,53	0,57	0,04	7,5%
Oil	Brent	US\$/barrel	51,29	48,87	-2,42	-4,7%
Freight	Supramax	Index	839	615	-224	-26,7%