



INDIAN SUGAR REPORT

15 DEC 24

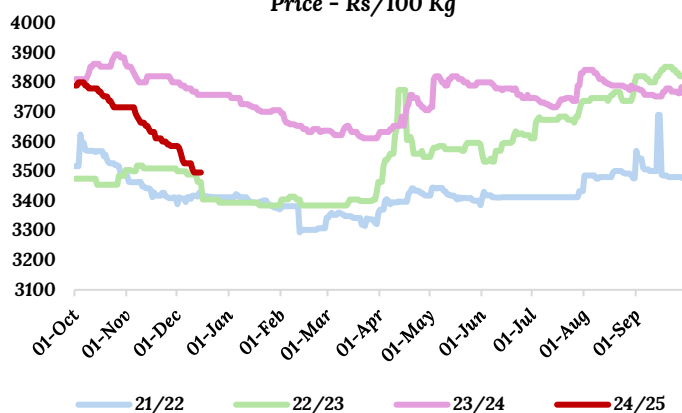


SUGAR MARKET UPDATE

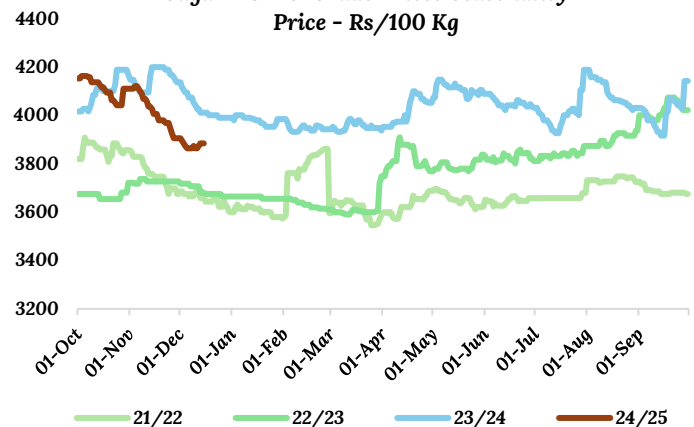
IND SUG PRICES (Rs/Qtl)	LAST	PREV CL	ABS CNHG	LAST WK	WoW	PREV MNTH	MoM
KOLHAPUR S	3330	3330	↑ 0.0	3360	↓ -0.9%	3480	↓ -4.3%
DELHI M	3740	3730	↑ 10.0	3720	↑ 0.5%	3880	↓ -3.6%
MUZZ M	3700	3690	↑ 10.0	3680	↑ 0.5%	3845	↓ -3.8%
KANPUR M	3705	3695	↑ 10.0	3680	↑ 0.7%	3850	↓ -3.8%
KOLKATA M	3750	3740	↑ 10.0	3730	↑ 0.5%	3900	↓ -3.8%
AHMEDABAD	3570	3570	↑ 0.0	3590	↓ -0.6%	3730	↓ -4.3%
BANGALORE	3620	3620	↑ 0.0	3640	↓ -0.5%	3780	↓ -4.2%
CHENNAI	3730	3730	↑ 0.0	3750	↓ -0.5%	3880	↓ -3.9%

- Indian Sugar prices seems to have got in the grip of the COLD WAVE.
- Prices continue to slide down and have lost more than 4% of its value in the last one month.
- Seems like the market has done too much and the downfall should stall now.
- Extra supplies have been plaguing the market with more sugar available for consumption in the domestic market due to cross border trade restriction.
- With crushing happening at good pace now more sugar shall make its way to the warehouses and prices shall be under pressure if extra supplies do not reduce or stop.
- GreenLeaf expect the prices fall should stop from here and there is limited downside to the market as the production reduction shall start to make talks soon.
- The pol in cane is down in UP which is raising concerns of reduced sugar production further (may be lower than our estimate of sugar production).
- Crop tour is starting 16th Dec (tomorrow onwards) across major states and regions of the country to ascertain the health of the standing crop and sugar production prospects for the remaining season.

Sugar - Kolhapur S Grade Prices Seasonality
Price - Rs/100 Kg



Sugar - UP M Grade Prices Seasonality
Price - Rs/100 Kg



- UNICA report came out last week showing 1.1 MMT of sugar production during the fortnight, not a welcome surprise as the market started to react negative and prices went down by 5% during the week.
 - Coupled with the UNICA news is December madness as hedge funds during the month start to rebalance their positions and wait for the year end bonuses, thus adjusting their positions across commodities
 - News of China banning liquid sugar imports has also impacted the physical market as there are 1000's of containers stuck which were enroute to Laem Chabang.



SUGAR MARKET UPDATE

UNICA REPORT - 1 DEC 24

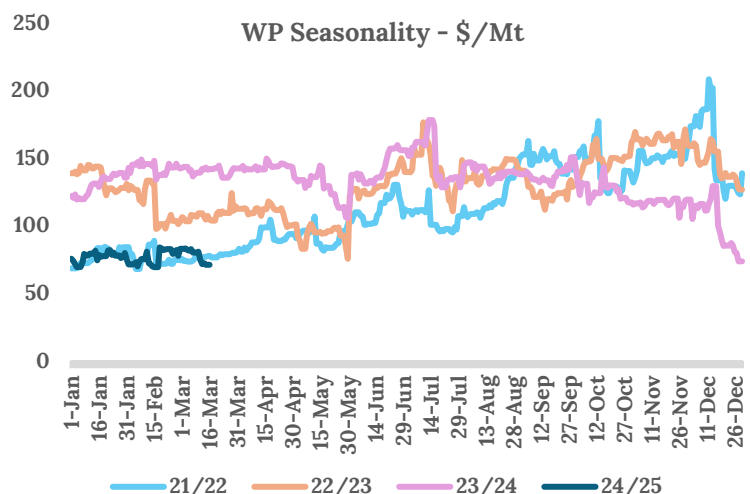
Product	South-Central region			São Paulo			Others states		
	2023/2024	2024/2025	Var. (%)	2023/2024	2024/2025	Var. (%)	2023/2024	2024/2025	Var. (%)
Sugarcane ¹	23,997	20,350	↓ -15.20%	16,000	11,913	↓ -25.54%	7,997	8,437	↑ 5.50%
Sugar ¹	1,409	1,084	↓ -23.06%	1,024	731	↓ -28.59%	386	353	↓ -8.38%
Anhydrous ethanol ²	469	415	↓ -11.64%	272	167	↑ -38.57%	198	248	↑ 25.30%
Hydrous ethanol ²	785	774	↓ -1.31%	331	280	↓ -15.50%	454	495	↑ 9.04%
Total ethanol ²	1,254	1,189	↓ -5.18%	602	446	↓ -25.90%	652	743	↑ 13.98%
TRS ¹	3,178	2,536	↓ -20.22%	2,104	1,528	↓ -27.39%	1,074	1,008	↓ -6.18%
TRS/ ton of sugarcane ³	132.44	124.59	↓ -5.93%	131.50	128.23	↓ -2.49%	134.34	119.47	↓ -11.07%
Share % sugar	46.54%	44.89%	↓	51.06%	50.22%	↓	37.68%	36.80%	↓
Share % ethanol	53.46%	55.11%	↑	48.94%	49.78%	↑	62.32%	63.20%	↑
Liters of ethanol/ ton of sugarcane	41.52	40.31	↓ -2.90%	37.65	37.47	↓ -0.48%	49.25	44.33	↓ -10.00%
Kg of sugar/ ton of sugarcane	58.73	53.29	↓ -9.27%	63.98	61.36	↓ -4.09%	48.24	41.89	↓ -13.15%

Source: UNICA. Note: ¹- thousand tons; ²- million liters; ³- kg of TRS/ ton of sugarcane. Total Recoverable Sugar (TRS) index was calculated excluding corn ethanol production (the data are those shown in Table 8).

RAW SUGAR : NY11-c/lb	LAST	PREV CL	ABS CNHG	LAST WK	WoW	PREV MNTH	MoM
Mar 25 (H)	20.72	20.89	↓ -0.17	21.81	↓ -5.0%	21.17	↓ -2.1%
May 25 (K)	19.26	19.50	↓ -0.24	20.29	↓ -5.1%	19.73	↓ -2.4%
Jul 25 (N)	18.63	18.86	↓ -0.23	19.53	↓ -4.6%	19.01	↓ -2.0%
Oct 25 (V)	18.52	18.74	↓ -0.22	19.30	↓ -4.0%	18.86	↓ -1.8%

WHITE SUGAR NO 5-\$/Mt	LAST	PREV CL	ABS CNHG	LAST WK	WoW	PREV MNTH	MoM
Mar 25 (H)	528.0	533.0	↓ -5.0	561	↓ -5.9%	549.3	↓ -3.9%
May 25 (K)	530.6	535.7	↓ -5.1	558.9	↓ -5.1%	543.4	↓ -2.4%
Aug 25 (Q)	519.4	524.6	↓ -5.2	545.3	↓ -4.7%	529.0	↓ -1.8%
Oct 25 (V)	511.4	516.1	↓ -4.7	532.4	↓ -3.9%	518.1	↓ -1.3%
Dec 25 (Z)	509.7	514.5	↓ -4.8	526.8	↓ -3.2%	515.9	↓ -1.2%

- White Premium has taken a hit which is going to impact the running of the sugar refineries across geographies.
- The WP @ USD 70 – 80 per mt range is not going to help the refineries for the cost of refining has escalated over the period of time.
- At such WP, due to the dearth of Refined sugar, the price of white sugar will have to go up to bring the refineries back in business.
- Raw sugar demand may get impacted due to lower demand from refineries which might put further pressure on the Raw sugar prices on NY 11.



- Else there will have to be new supplies coming to the world market to resolve the issue, someone like India who can give supplies of both Raw and LQW to the world market.
- But, is INDIA PRESENT in 24/25 season, is a big question mark.

SUGAR PRODUCTION ESTIMATE – 15 DEC 24

FIG MMT	15-Dec-24	15-Dec-23	Chnge	% Chng
UP	2.09	2.27	-0.17	-7.6%
Maharashtra	1.58	2.49	-0.90	-36.3%
Karnataka	1.50	1.75	-0.25	-14.1%
Others	0.93	0.93	0.00	0.0%
TOTAL	6.11	7.43	-1.32	-17.8%

- GreenLeaf expect Indian Sugar production to reach 6.11 MMT as of 15th Dec 24
- Last year the sugar production reached 7.43 MMT
- Sugar production is expected to be down 1.3 MMT from last year on account of lower production in all the major states UP, Maharashtra and Karnataka
- Production delays in the major states of Maharashtra and Karnataka has resulted in lower sugar production.
- Others production need to be validated when the final numbers are out.
- The production is expected to be lower than last season thus the gap shall remain but bridge in coming weeks.

