



Prices still up

During the last two weeks of January 2011, the sugar market remained bullish with white sugar traded at 825 \$/t (601 €/t) and raw sugar at 753 \$/t (548 €/t) on January 27th (for delivery in March 2011) : the white premium (Mar/Mar) is now close to 72 \$/t (p.3). Despite better than expected crushing season in Mexico and Thailand, uncertainties about the additional 500 000 tons of exports from India (under OGL scheme) and plans from the EU Commission to approve the sale of out-of-quota sugar on the domestic market as well as the potential opening of an autonomous import quota for sugar from any non-EU country (p.9) have favoured an increase in sugar prices by late January. Together with the depreciation of the dollar against euro (p.7), the market seems to remain bullish. Despite a decrease of corn and soybean prices, wheat prices have continued to improve to reach more than 305 \$/t (p.5).

On the energy markets, crude oil (p.4) is now traded slightly below 90\$/barel while gasoline (p.4) established below 64 \$/hl. The american ethanol remains flat, above the 60\$/level per hl.

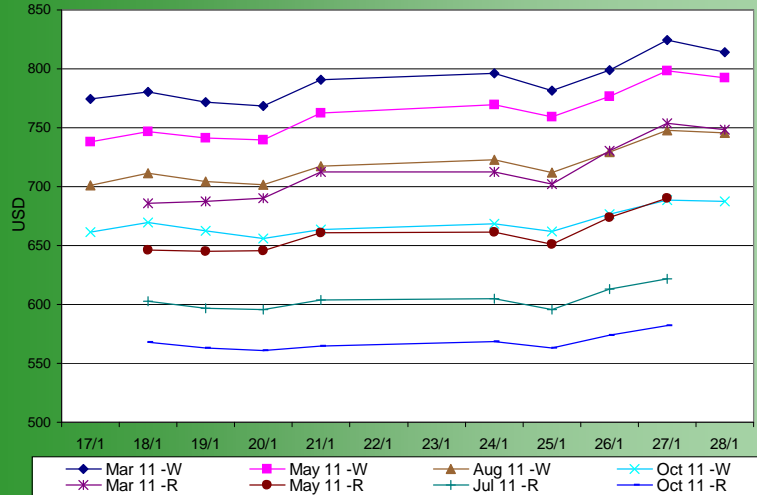
In Brazil, ethanol prices remain firm with the start of the inter-crop season in CS region : anhydrous ethanol is currently traded at 73 \$/hl and hydrous ethanol remains close to 66 \$/hl. In the meantime, Brazil is preparing to challenge U.S. ethanol aid and EU beef import barriers in the World Trade Organization, industry and government sources said on January 21st.

In the EU, the FOB T2 Rotterdam quotation is still around 60 €/hl. Cane molasses and beet pulp pellets prices remain strong (p.6) while Freight Supramax (p.8) is down at 1317 points.

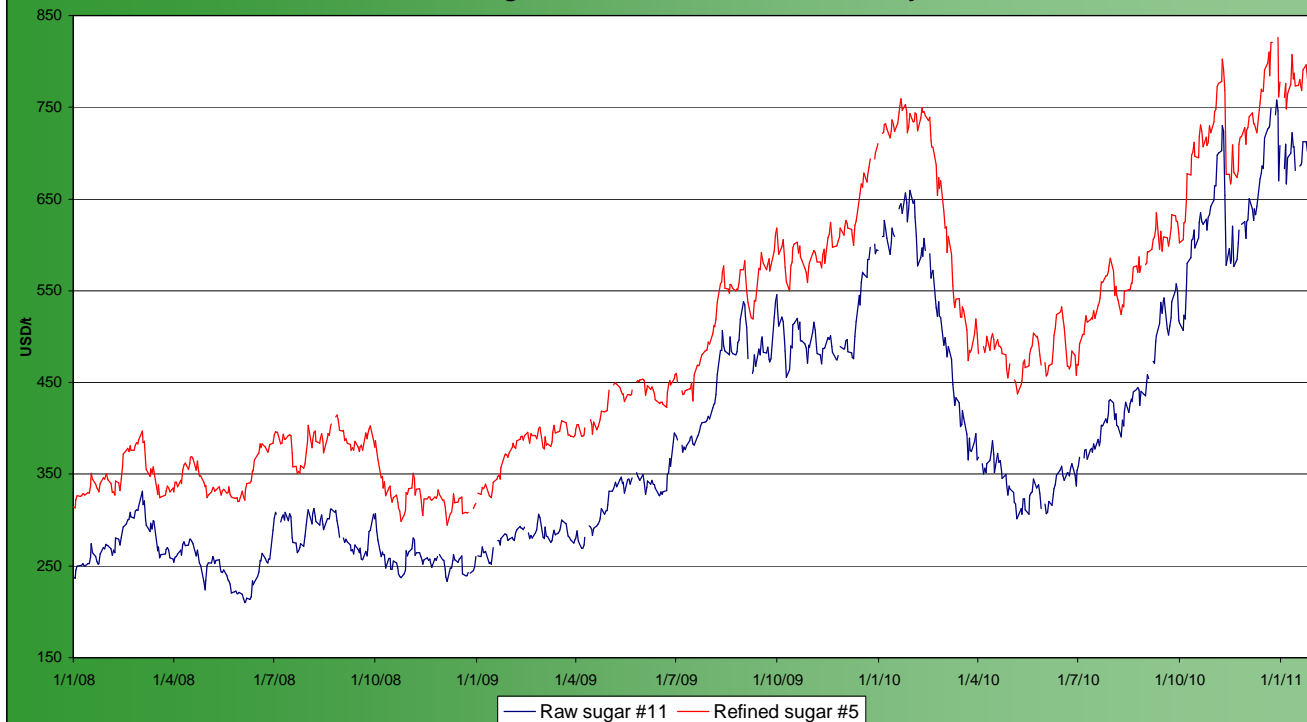
SUGAR #11 and #5 - Prices

Settling date	Previous week	Current week	Difference
Refined sugar price - London Euronext (USD/t)			
Mar 11	777.0	803.1	26.1
May 11	745.7	779.2	33.5
Aug 11	707.1	731.6	24.4
Oct 11	662.7	676.7	14.0
Raw sugar - ICE #11 (USD/t)			
Mar 11	694.1	729.3	35.2
May 11	649.4	669.3	19.9
Jul 11	599.7	608.9	9.1
Oct 11	564.1	571.7	7.6
Raw sugar - ICE #11 (cts/lb)			
Mar 11	31.49	33.08	1.60
May 11	29.46	30.54	1.09
Jul 11	27.20	27.74	0.53
White premium (USD/t)			
Mar/Mar	82.9	73.9	-9.0

Raw and white sugar prices on the past two weeks USD/t (daily prices)



Sugar Prices #11 and #5 since January 08

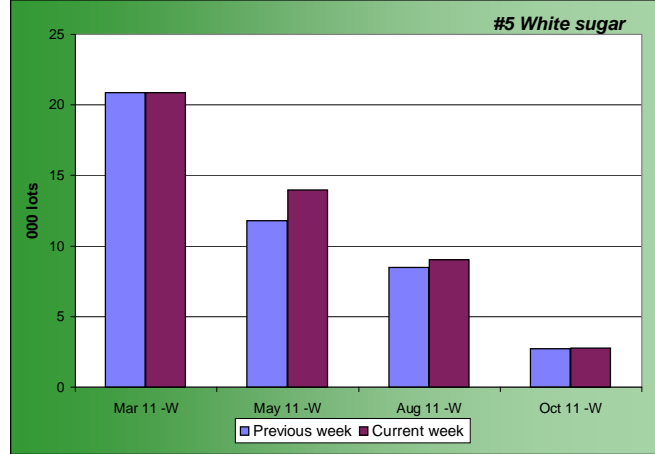
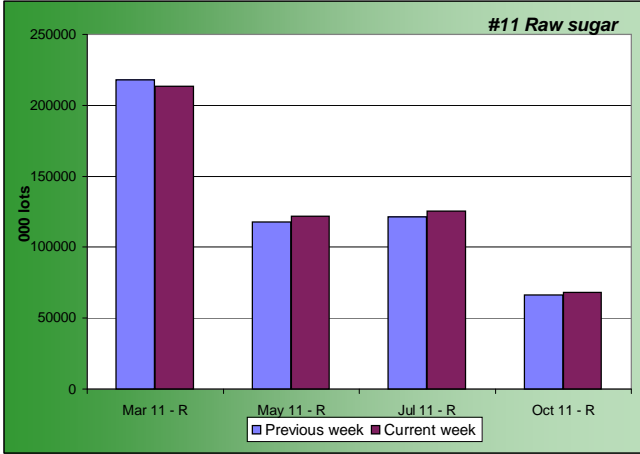




From 17th to 28th January 2011

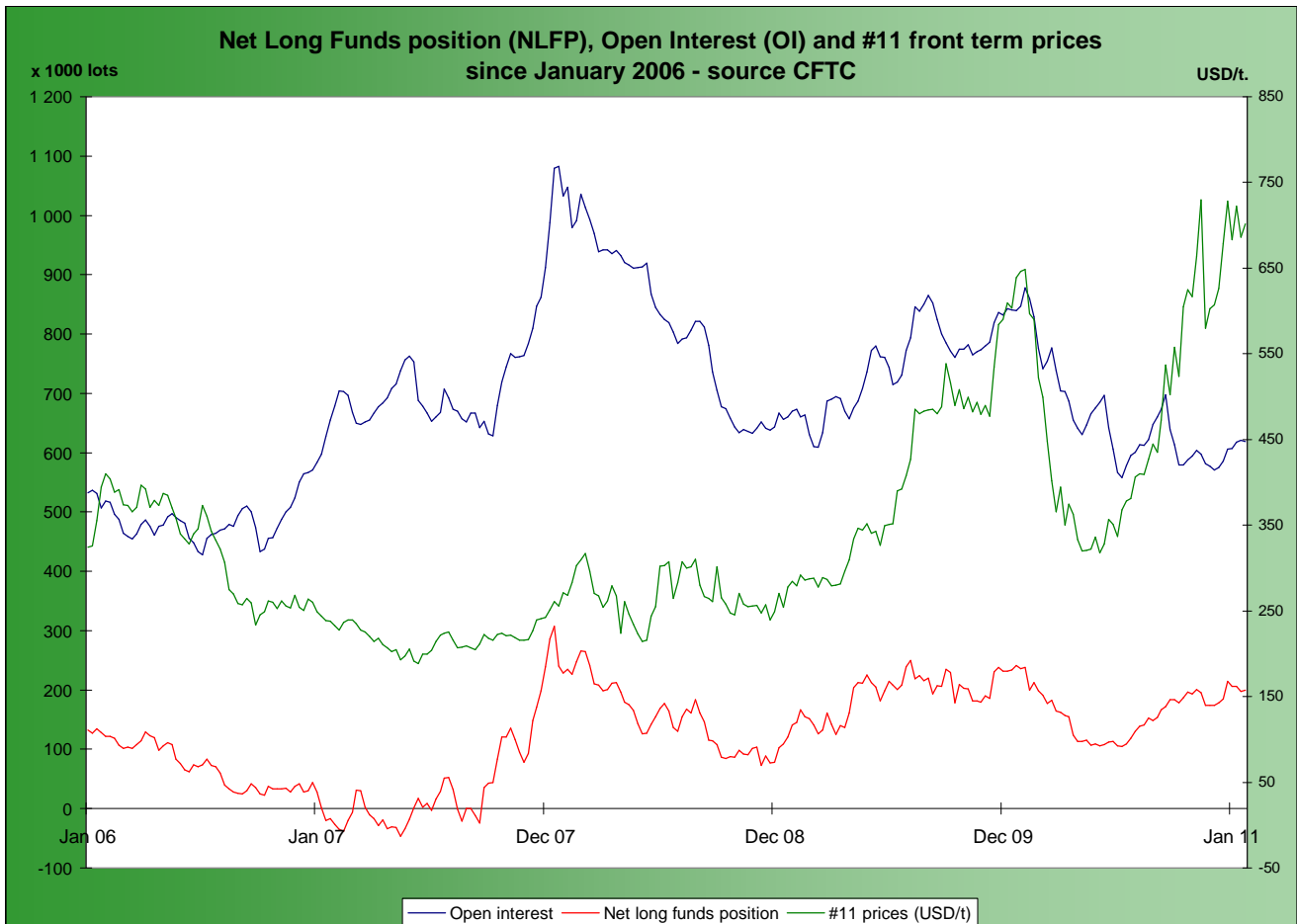
SUGAR #11 & #5 - Open interest + Funds positions

Average weekly Open Interest per settling date contract (1 lot= 50t)



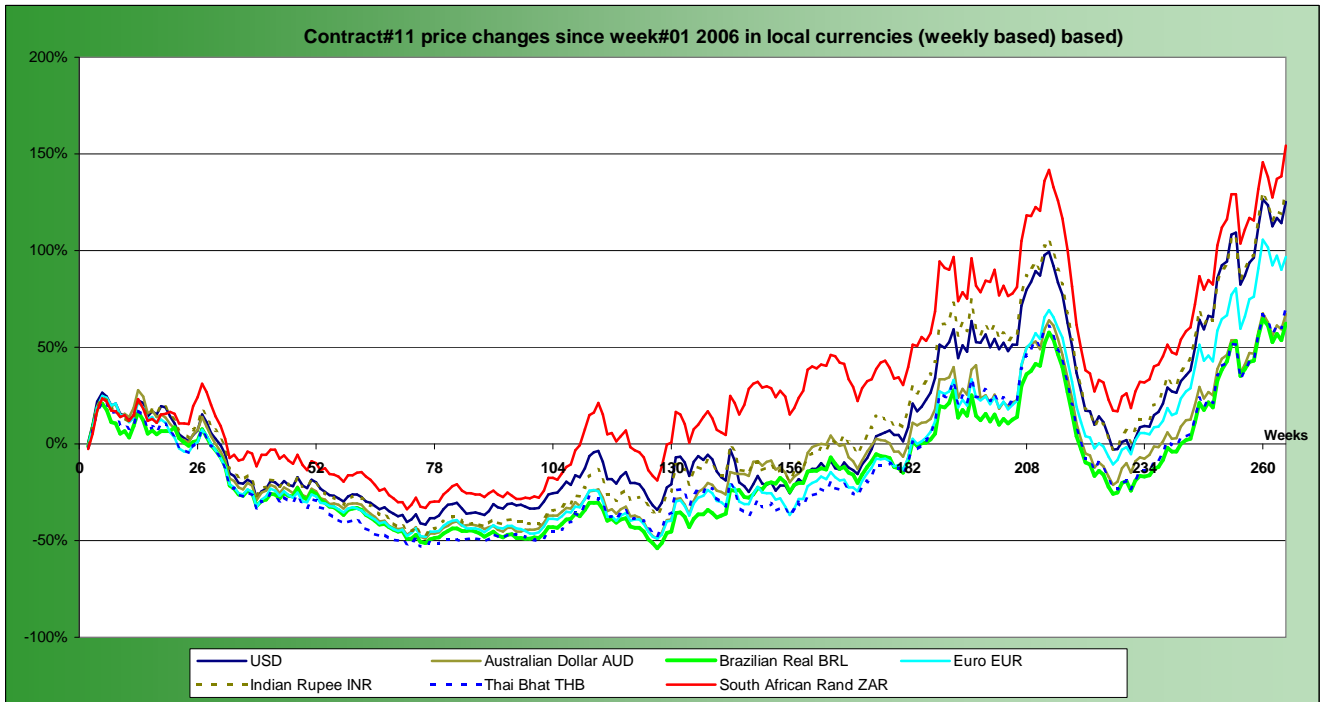
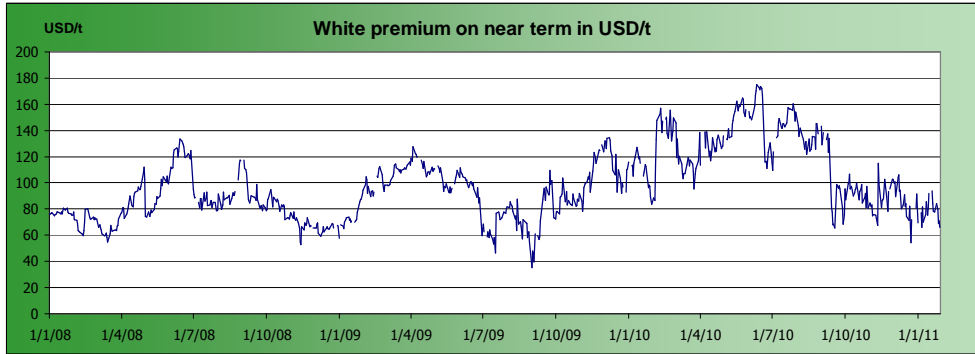
#11 Average weekly open interest				
(1000 lots)	Week n-1	Week n	Diff (lots)	Diff (%)
Mar 11 - R	217904	213565	-4339.3	-2%
May 11 - R	117675	121999	4324.3	4%
Jul 11 - R	121473	125380	3907.3	3%
Oct 11 - R	66469	68013	1544.3	2%
Total	619695	626225	6530.75	1%

#5 Average weekly open interest				
(1000 lots)	Week n-1	Week n	Diff (lots)	Diff (%)
Mar 11 - W	20.9	20.9	0.0	0%
May 11 - W	11.8	14.0	2.2	18%
Aug 11 - W	8.5	9.0	0.5	6%
Oct 11 - W	2.7	2.8	0.1	2%
Total	46	49	2.9	6%



From 17th to 28th January 2011

SUGAR #11 - White premium + Prices in local currencies



Contract#11 sugar price changes from past week and from week#01 2006 in local currency and in percentage

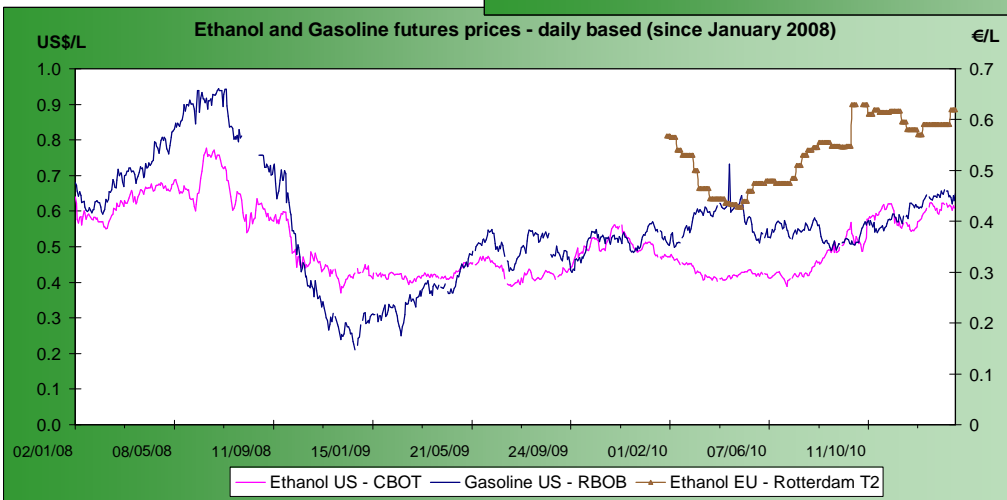
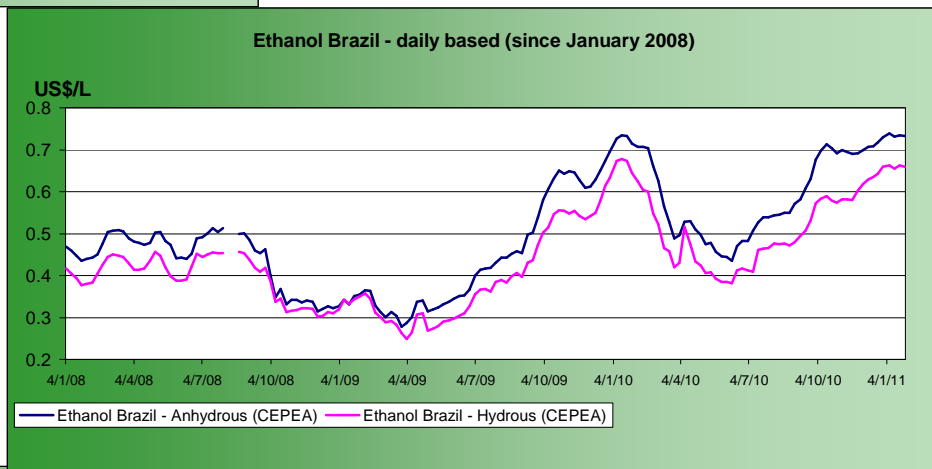
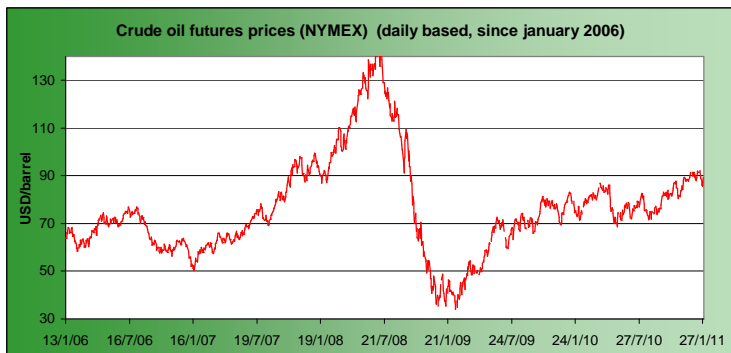
Currencies	Sugar prices in currency	Sugar prices in currency	Difference from previous week	Difference from previous week	Difference from week#1 2006
	Past week	Current week	In currency	In %	In %
USD	694.1	729.3	35.2	5.1%	125.1%
Australian Dollar AUD	699.1	734.1	35.0	5.0%	67.2%
Brazilian Real BRL	1155.2	1219.2	64.1	5.5%	62.1%
Chinese Yuan CNY	4565.4	4794.4	229.0	5.0%	83.4%
Euro EUR	516.2	534.1	17.9	3.5%	96.6%
Indian Rupee INR	31815.6	33491.5	1675.9	5.3%	130.5%
Mexican Peso MXN	8351.4	8799.9	448.4	5.4%	156.0%
Russian Rouble RUB	20684.6	21706.5	1021.9	4.9%	133.3%
Thai Bhat THB	21092.7	22410.8	1318.1	6.2%	70.0%
South African Rand ZAR	4829.4	5148.8	319.4	6.6%	154.2%

Sugar prices and currencies data are based on weekly average.



From 17th to 28th January 2011

ENERGY MARKETS - Ethanol, Crude oil and Gazoline



Oil, gasoline and ethanol price changes from past week and from week#01 2006

	Price in USD	Price in USD	Difference	Difference past week	Difference from the week#1
Products	Past week	Current week	In USD	In %	In %
Ethanol CBOT (USD/l)	0.6162	0.6104	-0.0058	-0.94%	6.7%
Ethanol CBOT (USD/gal)	2.3293	2.3074	-0.0218		
Oil (USD/barrel)	90.71	87.27	-3.43	-3.78%	37.1%
Gazoline RBOB (USD/l)	0.6492	0.6362	-0.013	-2.00%	164.0%
Sugar #11 (USD/t)	694.12	729.29	35.2	5.07%	125.1%
Products	Past week	Current week	In USD	In %	In %
Ethanol CEPEA (USD/l) - Anyhydrous	0.7343	0.7325	-0.0018	-0.25%	55.9%
Ethanol CEPEA (USD/l) - Hydrous	0.6624	0.6598	-0.0026	-0.39%	47.0%
Products	Past week (€/l)	Current week (€/l)	In €	In %	In %
Ethanol EU - Rotterdam T2	0.58	0.58	0	0.00	



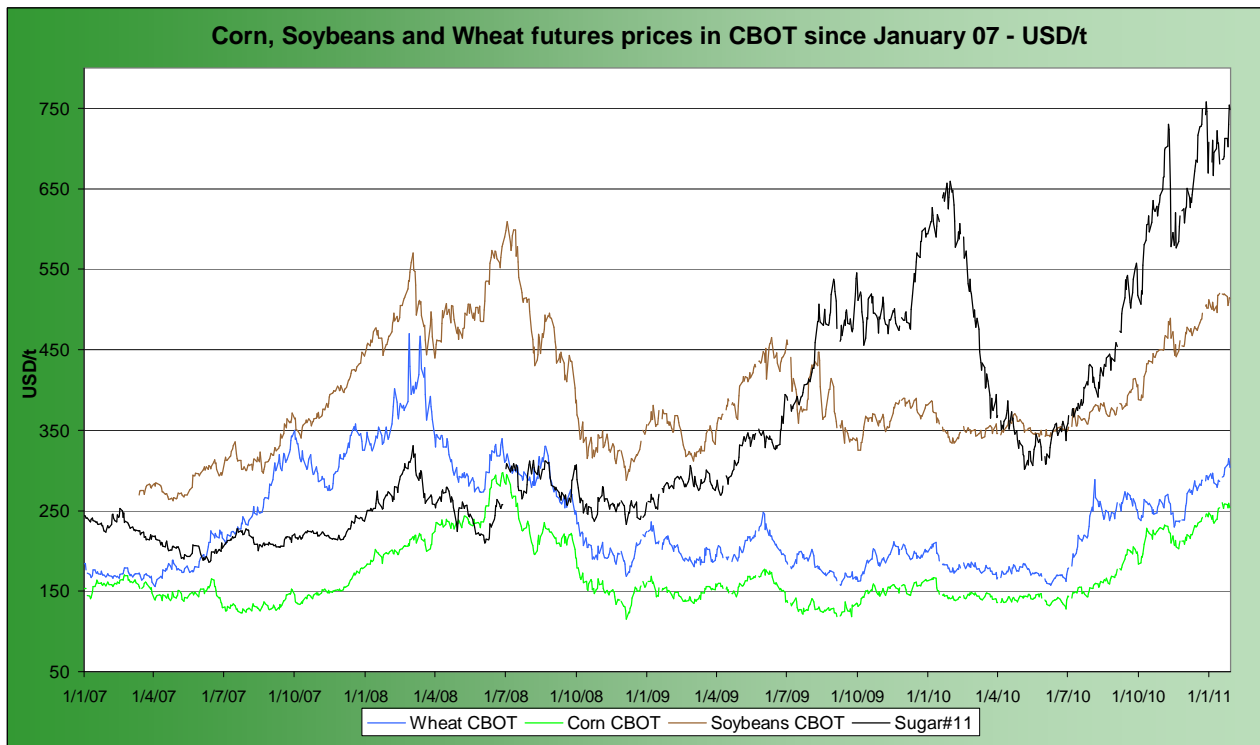
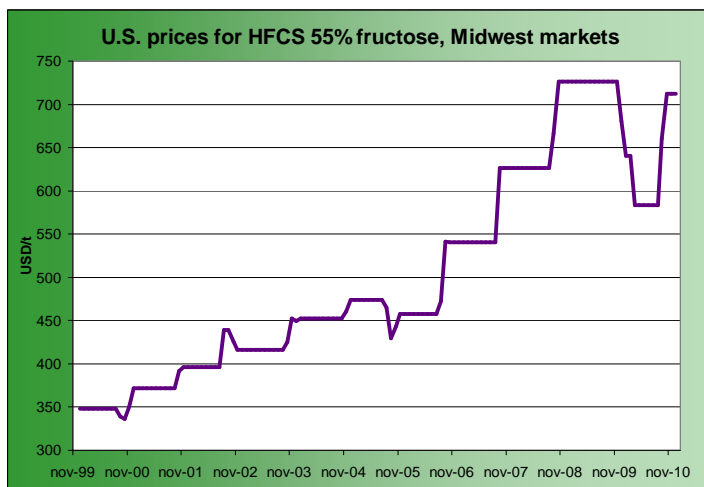
From 17th to 28th January 2011

GRAINS MARKETS - Corn, Soybeans, Wheat and HFCS

Price changes

	Current month-3	Current Month-2	In USD
HFCS 55 - USD/t	660.54	712.11	51.57
HFCS 55 - cts/lb	29.97	32.31	2.34

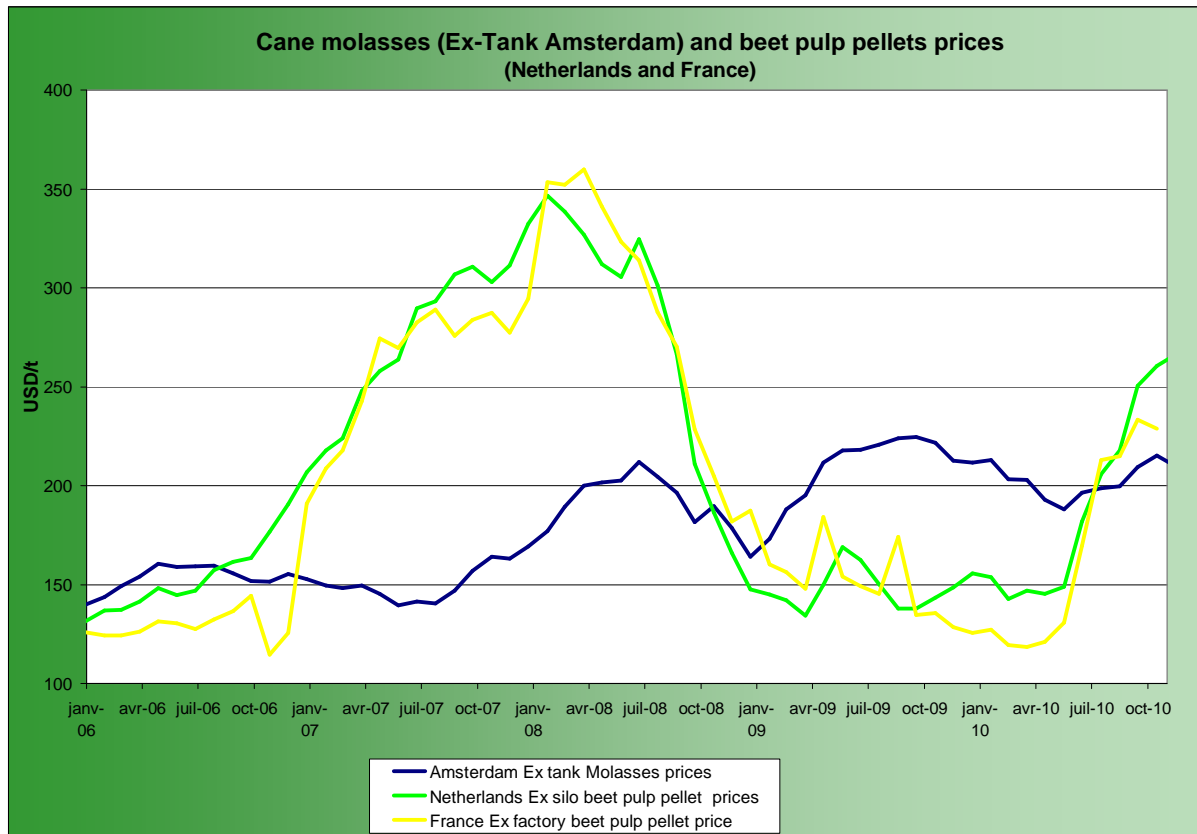
Dry weight, monthly averages, source Milling and baking news



Corn, soybeans and wheat prices, changes from the past week and from the week#01 2006 in USD/t and in percentage

		Front term	Front term	Difference	Difference	Diff week#1 2006
Products		Past week	Current week	In USD	In %	In %
Corn (CBOT)	USD/t	257.07	256.02	-1.05	-0.4%	201.4%
	cts/bsl	652.95	650.28	-2.67		
Soybeans (CBOT)	USD/t	519.04	511.54	-7.51	-1.4%	135.2%
	cts/bsl	1412.75	1392.32	-20.43		
Wheat (CBOT)	USD/t	295.59	308.73	13.14	4.4%	147.7%
	cts/bsl	804.55	840.32	35.77		

From 17th to 28th January 2011

BY-PRODUCTS - Molasses and Beet Pulp

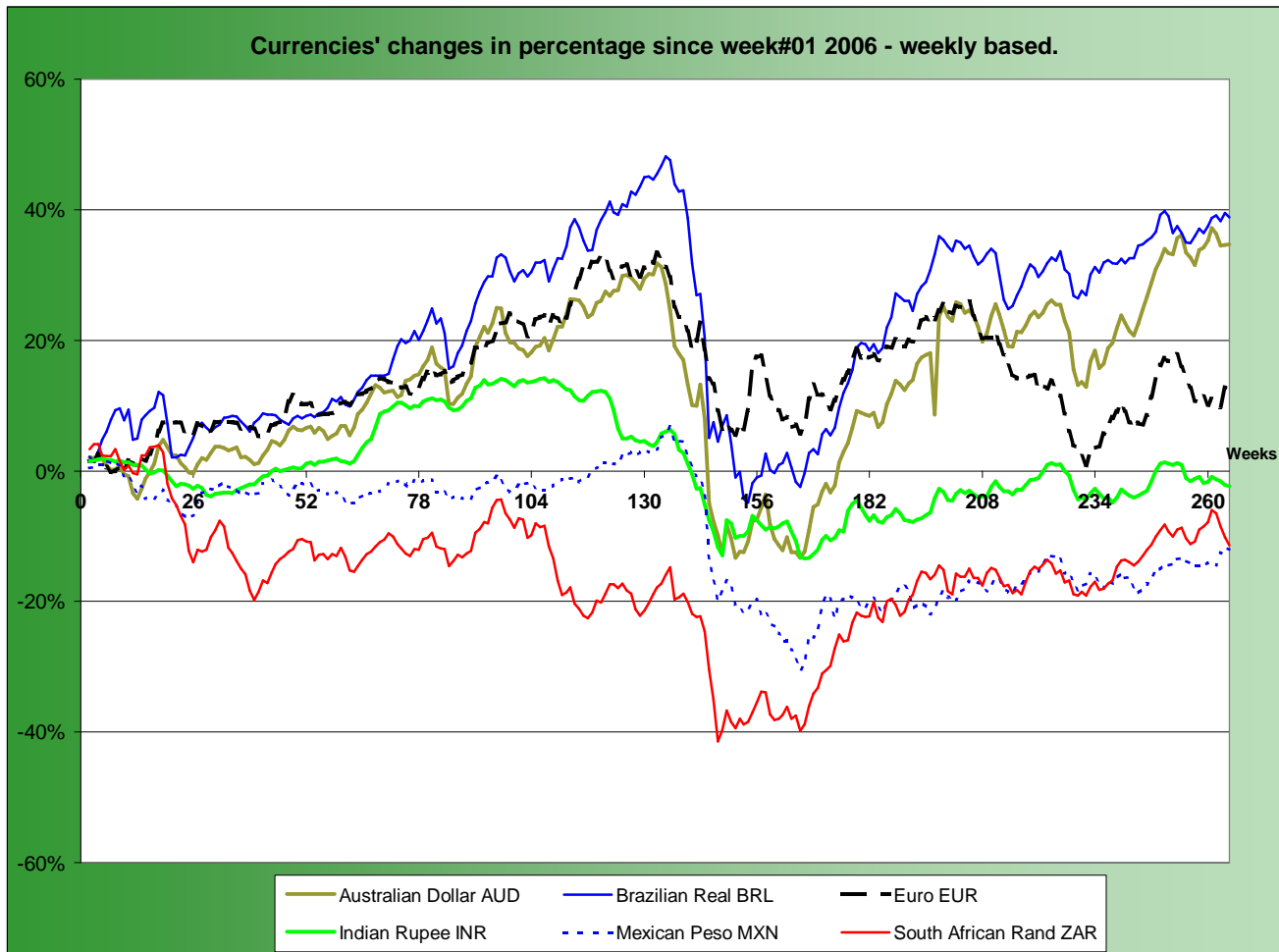
**Molasses and beet pulp pellets prices and changes
between three and two months before and from month#01 2006**

		Commodity	Commodity	Difference from previous month	Difference from previous month	Difference from month#1 2006
<i>Products</i>		Month -3	Month -2	In USD and €	In %	In %
Amsterdam Ex tank Cane Molasses	<i>USD/t</i>	209.46	215.30	5.85	2.8%	54.1%
	<i>EUR/t</i>	150.75	157.25	6.50	4.3%	36.1%
Netherlands Beet Pulp Pellets	<i>USD/t</i>	250.44	260.49	10.05	4.0%	98.3%
	<i>EUR/t</i>	180.25	190.25	10.00	5.5%	75.1%
<i>Products</i>		Month -3	Month -2	In USD and €	In %	In %
France Beet Pulp Pellets	<i>USD/t</i>	233.42	228.65	-4.77	-2.0%	81.8%
	<i>EUR/t</i>	168.00	167.00	-1.00	-0.6%	60.6%



From 17th to 28th January 2011

EXCHANGE RATES

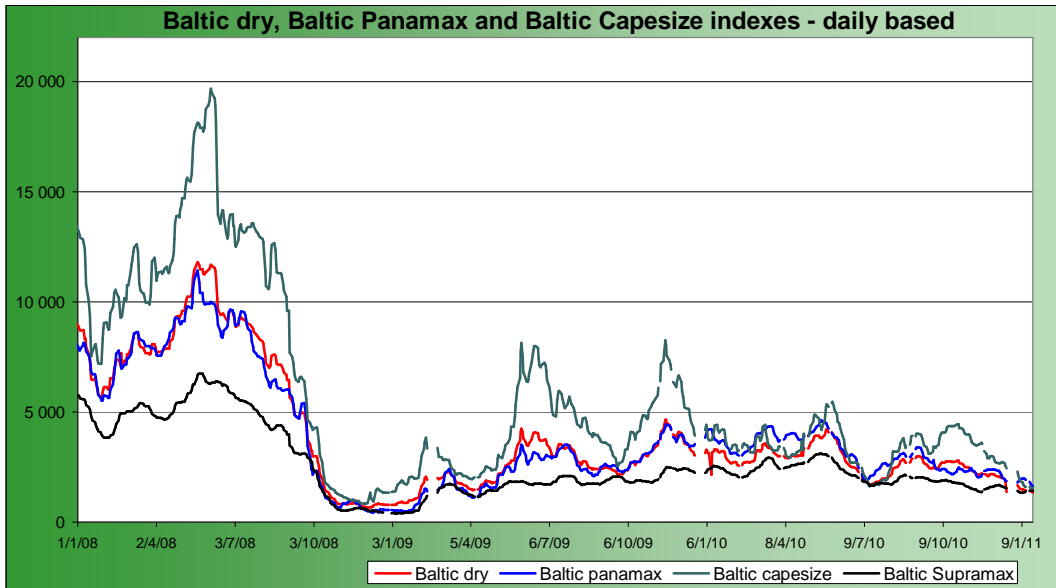


**Currencies' changes from the past week and from the week#01 2006
in USD and in percentage**

	Currencies in USD - Week#:	Currencies in USD - Week#:	Difference from previous week	Difference from previous week	Difference from week#1 2006
<i>Currencies</i>	Past week	Current week	In USD	In %	In %
<i>Australian Dollar AUD</i>	0.9930	0.9935	0.00053	0.1%	34.6%
<i>Brazilian Real BRL</i>	0.6009	0.5981	-0.00273	-0.5%	38.8%
<i>Chinese Yuan CNY</i>	0.1520	0.1521	0.00007	0.0%	22.7%
<i>Euro EUR</i>	1.3446	1.3654	0.02080	1.5%	14.5%
<i>Indian Rupee INR</i>	0.0218	0.0218	-0.00004	-0.2%	-2.4%
<i>Mexican Peso MXN</i>	0.0831	0.0829	-0.00024	-0.3%	-12.1%
<i>Russian Rouble RUB</i>	0.0336	0.0336	0.00004	0.1%	-3.5%
<i>Thai Bhat THB</i>	0.0329	0.0325	-0.00037	-1.1%	32.4%
<i>South African Rand ZAR</i>	0.1437	0.1416	-0.00209	-1.5%	-11.4%

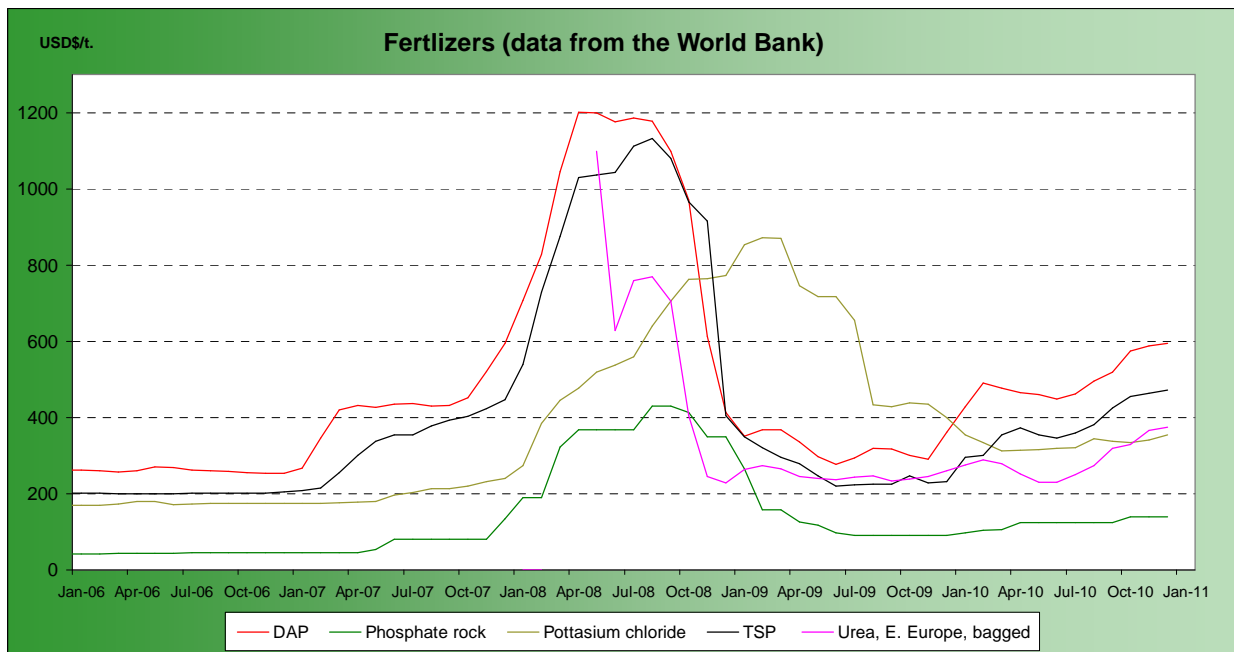


FREIGHT - Baltic Indexes



Baltic indexes, changes from the past week and from the week#01 2007

	Freight indexes	Freight indexes	Difference from previous week	Difference from previous week	Difference from week#01 2007
<i>Indexes</i>	Past week	Current week	Index	In %	In %
<i>Baltic dry</i>	1401.5	1238.8	-162.7	-11.6%	-74.7%
<i>Baltic Supramax</i>	1432.8	1317.0	-115.8	-8.1%	-55.9%
<i>Baltic panamax</i>	1744.0	1450.0	-294.0	-16.9%	-66.6%
<i>Baltic capesize</i>	1572.5	1450.6	-121.9	-7.8%	-76.4%



Explanations :
 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), onwards Tunisian, granular, f.o.b.
 Urea, (Black Sea), bulk, spot, f.o.b. Black Sea (primarily Yuzhnyy)



From 17th to 28th January 2011

MARKET OVERVIEW - The Grower Dashboard

Comparison of futures prices for sugar, ethanol, crude oil, grains in USD and in %

	Commodity	Commodity	Difference from previous week	Difference from previous week	Difference from week#1 2006	
						Porducts
Sugar (#11)	USD/t	694.12	729.29	35.16	5.1%	125.1%
	Cts/lb	31.49	33.08	1.60		
Sugar #5	USD/t	777.00	803.14	26.14	3.4%	127.6%
Corn (CBOT)	USD/t	257.07	256.02	-1.05	-0.4%	201.4%
	cts/bsl	652.95	650.28	-2.67		
Soybeans (CBOT)	USD/t	519.04	511.54	-7.51	-1.4%	135.2%
	cts/bsl	1412.75	1392.32	-20.43		
Wheat (CBOT)	USD/t	295.59	308.73	13.14	4.4%	147.7%
	cts/bsl	804.55	840.32	35.77		
Ethanol	EU (€/l)	0.58	0.58	0.00	0.0%	
	US (USD/l)	0.6162	0.6104	-0.01	-0.9%	6.7%
	Brazil (USD/l) Anhydrous	0.7343	0.7325	0.00	-0.2%	55.9%
Crude oil	USD/barrel	90.71	87.27	-3.43	-3.8%	37.1%
Freight supramax	Index	1432.75	1317.00	-115.75	-8.1%	-55.9%

IN BRIEF (Source : FO Licht Sugar Daily)

Brazil : UNICA said that only 21 of the roughly 350-odd mills in the CS were still crushing at the start of January (220 at the same time last year). With the 2010/11 crush nearly complete, mills allocated 44,8 % of their cane to sugar production, up from 43,1% in 2009/10 : the amount of recoverable sugars per tonne of cane increased to 141,28 kg so far in 2010/11, up 7,8% from 131,07 kg last season.

The La Nina weather phenomenon delayed for weeks the start of spring rains until Oct./Nov. last year, putting at risk in its early developmental stage, but current rains are aiding the development of the crop and are fuelling hopes of a better-than-expected 2011/12 crop.

China : In the first three months of 2010/11 (Oct./Dec. 2010), total sugar output amounted to 2,942 mln tons, down 4,9% from 3,094 mln tons produced in Oct./Dec. 2009. On the same period, total sugar imports reached 400 800 tons, up sharply from 115 700 imported in Oct./Dec. last year : Commerce Minister Chan Deming mentioned sugar when adding that the government will further expand import channels for commodities to facilitate imports.

Colombia : Colombia's sugar production may rise to 2,2 mln tons, raw value, in 2011 after excessive rains throughout most of the year led to a sharp drop in output in 2010 : sugar exports 2010 dropped 34% to 694 792 tons from 1,054 mln in 2009.

EU : The European Commission plans to approve the sale of out-of-quota sugar on the domestic market and may open an autonomous import quota for sugar from any non-EU country.

India : The harvest will now switch to the newly planted cane that will be cut for the first time this season : mills were operating at 60-70% of capacity so far but this is likely to pick up as the bigger supplies of the new plant crop start arriving by the end of this month. India produced 8,4 mln tons of sugar, white value, between October 1 and January 15, up 15% from a year ago.

Indonesia : Country's white sugar stocks were pegged at 800 000 tons, sufficient to cover domestic consumption in the next four months : the country may not be in a rush to import the sweetener.

Kenya : Kenya's sugar production fell 4,5% in 2010 to 523 522 tons due to a weather-induced cane shortage in some zones, but should rebound by 6% in 2011. Sugar consumption in Kenya was pegged at 772 731 tons in 2010, and demand may rise to 794 844 tons by 2012.

Mexico : Total sugar production reached so far 1,568 mln tons, up 29,1% from 1,215 mln tons produced in the same period a year ago. The increase in output is due to higher cane and industrial yields.

Philippines : Sugar production in 2010/11 is expected to reach 1,965 mln tons, raw value, on par with the 1,97 mln tons produced in 2009/10. With more than 459 000 tons of sugar stocks as of January 9, Manila sees no need to import sugar for now.

Thailand : Cash premiums for new crop J-spec raw sugar for March-May delivery were quoted at around 130 points (1,3 cts/lb) above the ICE March contract.

Russia : Russia produced 70 796 tons of refined sugar from imported raws between the start of the year and January 24, which contrasts with 22 092 tons produced by February 1 last year. This year's refining campaign started earlier after a drought cut domestic beet output and shortened the beet campaign. Russia's beet white sugar output in 2011/12 may rise to 4-4,1 mln tons from 2,73 mln in the recently concluded 2010/11 campaign. This forecast is based on clement weather conditions, an average beet yield of 35 t/ha together with an increase of area under beet by 16 500 ha on the year to 1,176 mln ha.

Russia, Kazakhstan, Belarus : The customs union may bring forward a pending cut of its import duty on raw cane sugar to 50\$ per ton (against 140\$ at the moment) to March as part of a set of measures aimed at lowering inflation after a drop in beet white sugar output due to a drought. Stocks of white and raw sugar by the end of 2010 fell to 1,99 mln tons from 2,45 mln tons by the end of 2009 and 3,04 mln tons at the end of 2008.

A 3,5 % increase in the area sown to beet this year may raise beet white sugar output to over 4,2 mln tons from 2,73 mln tons in 2010/11