



From 21st June to 02nd of July 2010

Week # 26

Prices recovering slightly

Prices have risen somewhat over the last two weeks due to the maturity of contract 11 (raw sugar) in July and continuing low availability of white sugar. On 2 July, white sugar for delivery in August was trading at 392 €/t (492 \$/t) while raw sugar for October delivery was selling at 293 €/t (368 \$/t). White premium for October/August is now at 120 \$/t (P.3).

In exchange rates (P.8) the dollar has risen against the other currencies except the euro and the Chinese yuan, which is set to be progressively revalued. Prices in national currencies are rising in light of these developments (P.3).

Energy (P.4) prices are falling across the board. Due to the combination of falling prices of oil (now under the 75 \$ mark) and gasoline (54 \$/hl), US ethanol has fallen slightly to 40 \$/hl. The same trend is affecting Brazilian and European ethanol (41 \$/hl and 47.5 €/hl respectively) both of which have fallen slightly.

Among the other agricultural commodities (P.5) the price of maize has risen slightly to 137 \$/t, with wheat at 171 \$/t and soya has fallen slightly to 350 \$/t.

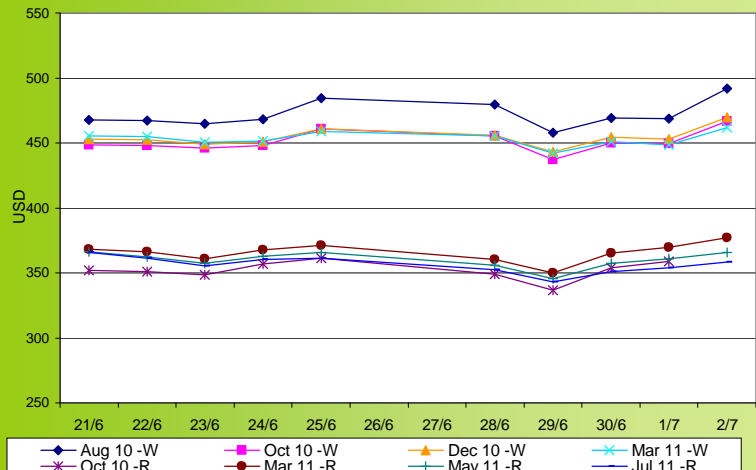
Finally, the Baltic Dry Index has fallen once again: the Supramax index has lost just under 100 points to its current level of 2062.

NEW: Turn to page 9 of the document for an overview of the main news on the sugar market in the last two weeks.

SUGAR #11 and #5 - Prices

Settling date	Previous week	Current week	Difference
Refined sugar price - London Euronext (USD/t)			
Aug 10	470.5	473.4	2.8
Oct 10	450.3	451.7	1.4
Dec 10	453.3	455.3	2.0
Mar 11	454.2	451.9	-2.3
Raw sugar - ICE #11 (USD/t)			
Oct 10	353.9	353.4	-0.6
Mar 11	366.8	364.5	-2.3
May 11	363.0	357.1	-6.0
Jul 11	360.9	351.7	-9.1
Raw sugar - ICE #11 (cts/lb)			
Oct 10	16.05	16.03	-0.03
Mar 10	16.64	16.53	-0.11
May 11	16.47	16.20	-0.27
White premium (USD/t)			
Oct/Aug	116.6	120.0	3.4

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



Sugar Prices #11 and #5 from January 08

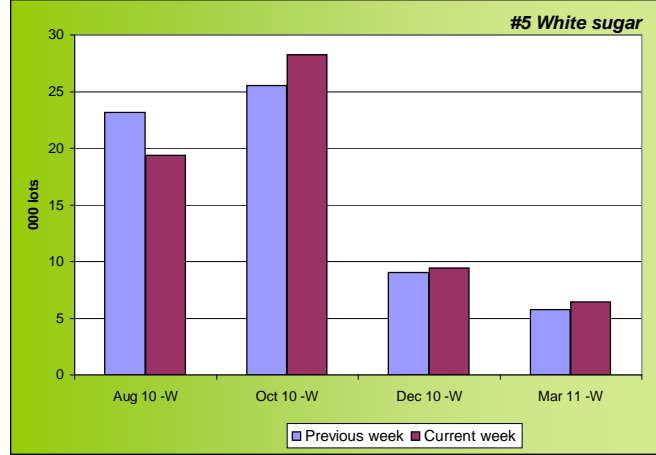
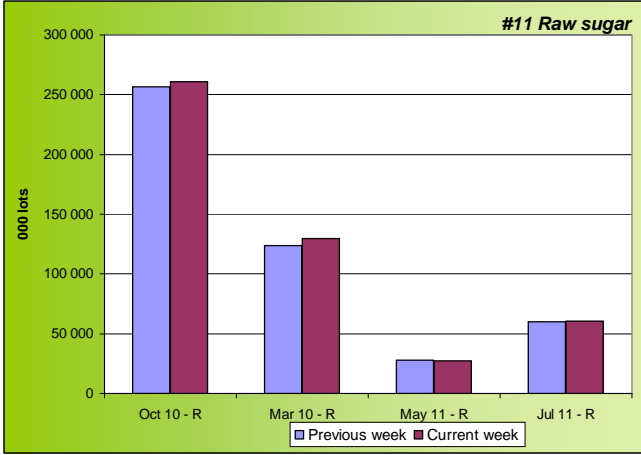




From 26th of april to 7th of may 2010

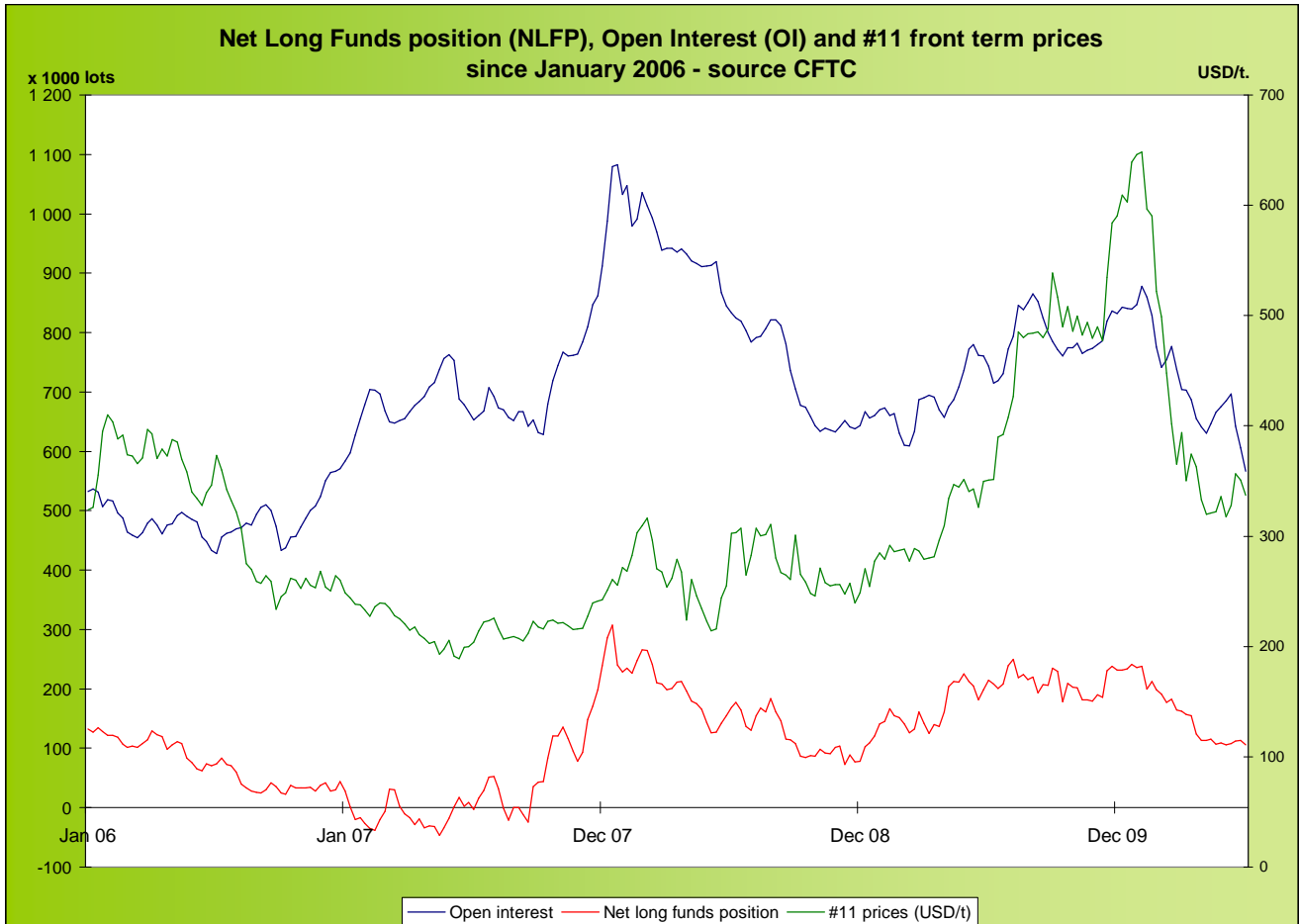
SUGAR #11 & #5 - Open interest + Funds positions

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



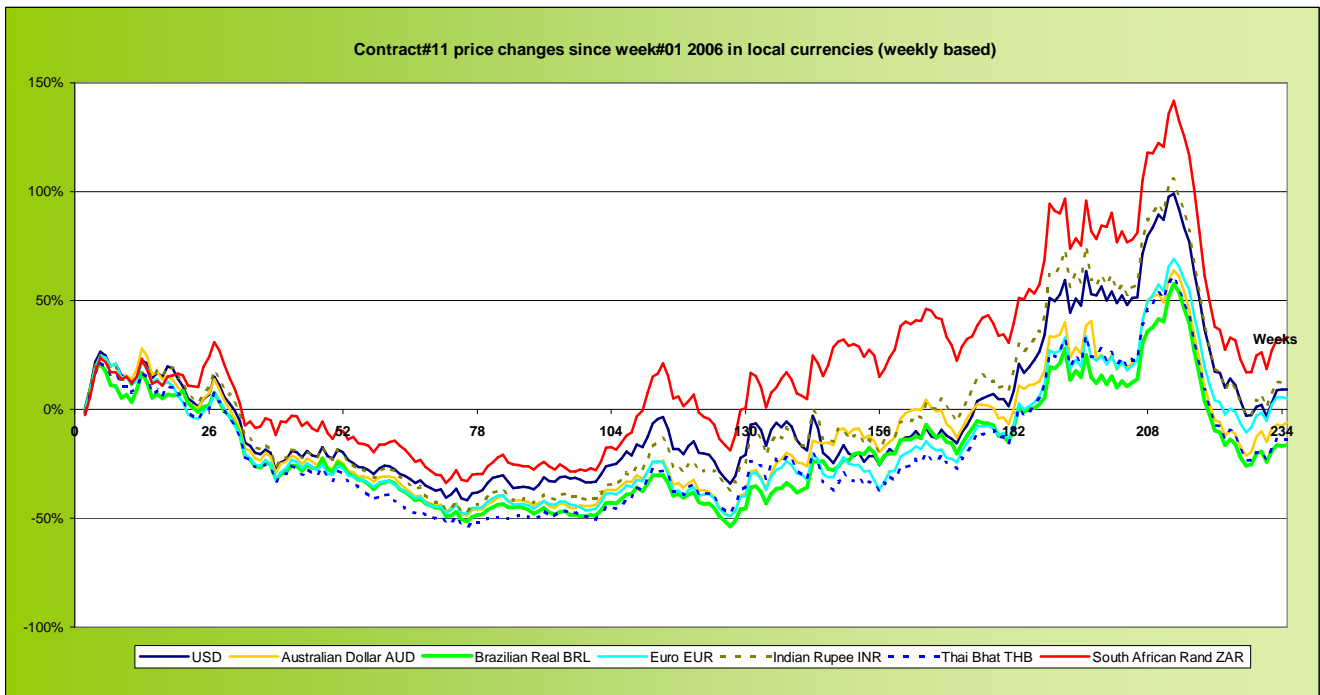
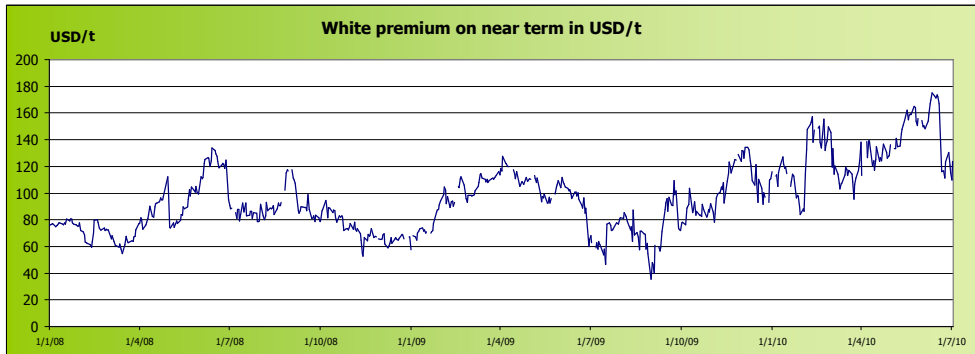
#11 Average weekly open interest				
(1000 lots)	Week n-1	Week n	Diff (lots)	Diff (%)
Oct 10 - R	256453	260825	4371.8	2%
Mar 10 - R	123948	129874	5926.2	5%
May 11 - R	27761	27317	-443.8	-2%
Jul 11 - R	59792	60488	695.8	1%
Total	595765	566569	-29196.2	-5%

#5 Average weekly open interest				
(1000 lots)	Week n-1	Week n	Diff (lots)	Diff (%)
Aug 10 - W	23.2	19.4	-3.8	-16%
Oct 10 - W	25.5	28.3	2.7	11%
Dec 10 - W	9.0	9.4	0.4	4%
Mar 11 - W	5.7	6.5	0.7	13%
Total	67	68	1.0	1%



From 26th of april to 7th of may 2010

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

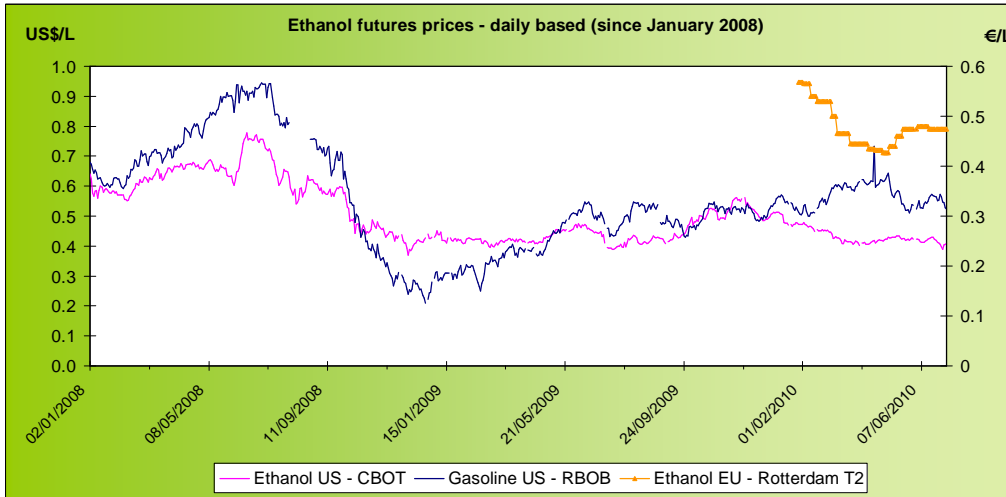
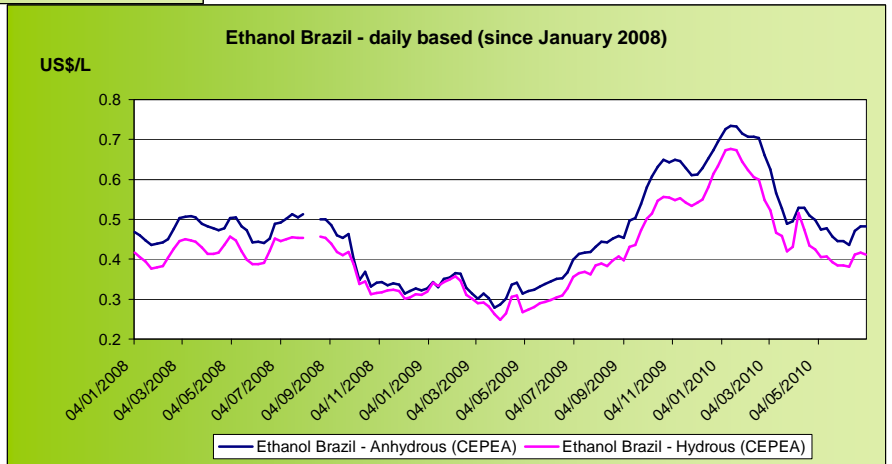
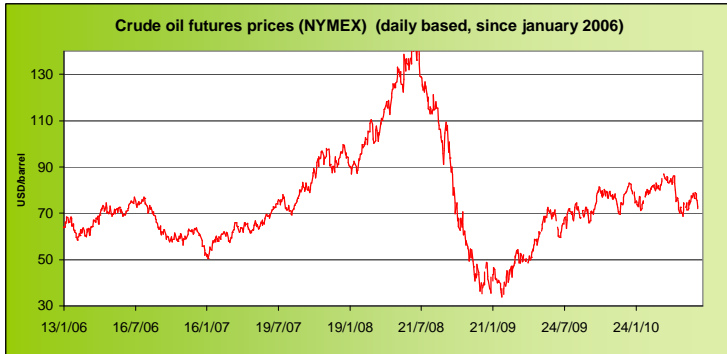
Currencies	Sugar prices in currency	Sugar prices in currency	Difference from previous week	Difference from previous week	Difference from week#1
	Past week	Current week	In currency	In %	In %
USD	353.9	353.4	-0.6	-0.2%	9.1%
Australian Dollar AUD	405.2	413.7	8.6	2.1%	-5.8%
Brazilian Real BRL	625.9	628.9	3.0	0.5%	-16.4%
Chinese Yuan CNY	2405.1	2393.9	-11.2	-0.5%	-8.4%
Euro EUR	286.8	285.5	-1.3	-0.5%	5.1%
Indian Rupee INR	16313.4	16418.9	105.5	0.6%	13.0%
Mexican Peso MXN	4457.2	4545.4	88.1	2.0%	32.2%
Russian Rouble RUB	10945.6	10950.9	5.3	0.0%	17.7%
Thai Bhat THB	11366.8	11369.0	2.2	0.0%	-13.8%
South African Rand ZAR	2667.2	2702.0	34.8	1.3%	33.4%

Sugar prices and currencies data are based on weekly average.



From 26th of april to 7th of may 2010

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
<i>Products</i>	Past week	Current week	In USD	In %	In %
<i>Ethanol CBOT (USD/l)</i>	0.4144	0.4010	-0.0134	-3.24%	-28.5%
<i>Ethanol CBOT (USD/gal)</i>	1.5664	1.5156	-0.0508		
<i>Oil (USD/barrel)</i>	77.64	74.98	-2.65	-3.42%	17.8%
<i>Gazoline RBOB (USD/l)</i>	0.5619	0.5413	-0.021	-3.66%	164.0%
<i>Sugar #11 (USD/t)</i>	353.93	353.36	-0.6	-0.16%	9.1%
<i>Products</i>	Past week	Current week	In USD	In %	In %
<i>Ethanol CEPEA (USD/l) - Anyhydrous</i>	0.4818	0.4831	0.0013	0.27%	2.8%
<i>Ethanol CEPEA (USD/l) - Hydrous</i>	0.4165	0.4117	-0.0048	-1.15%	-8.2%
<i>Products</i>	Past week (€/l)	Current week (€/l)	In €	In %	In %
<i>Ethanol EU - Rotterdam T2</i>	0.48	0.475	-0.005	-1.04%	



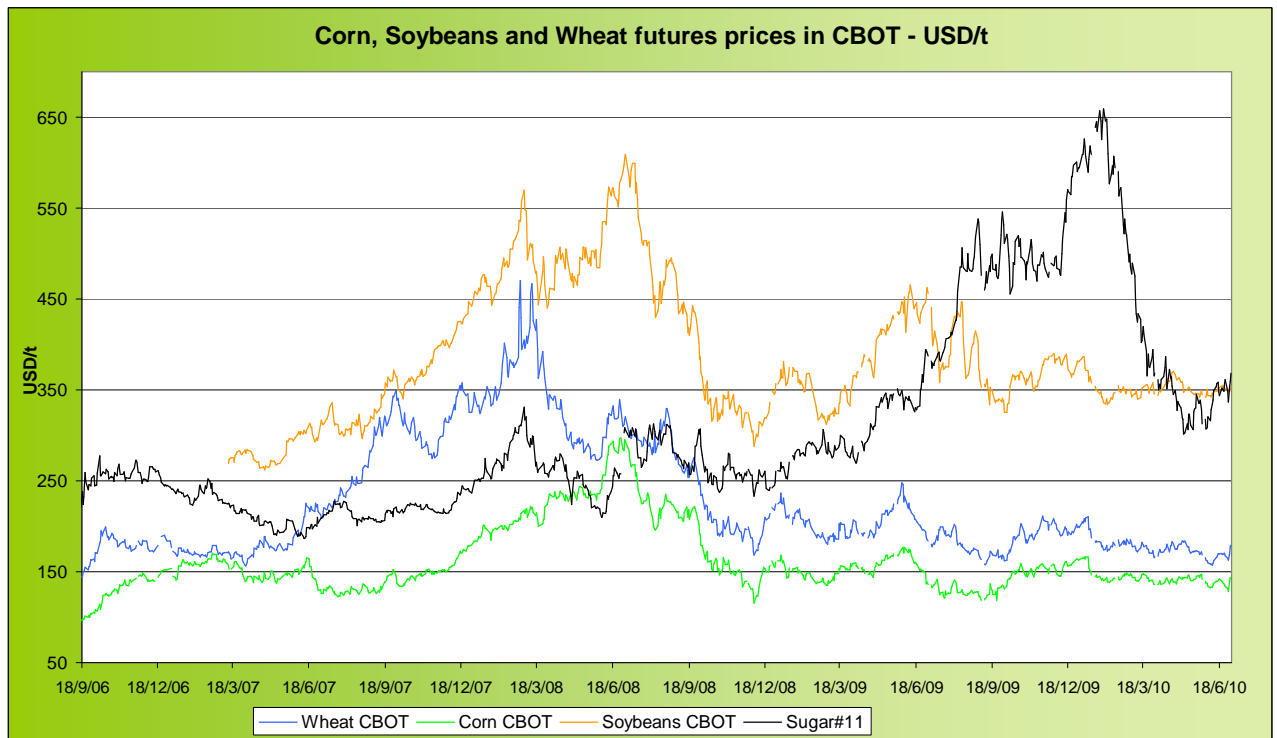
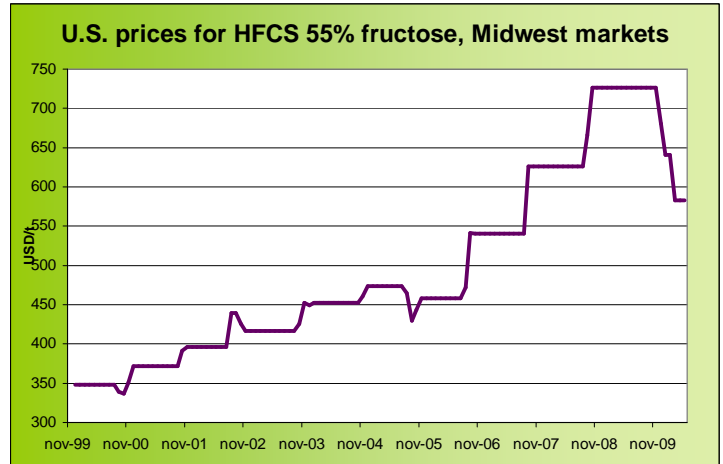
From 26th of april to 7th of may 2010

GRAINS MARKETS - Corn, Soybeans, Wheat and HFCS

Price changes

	Current month-3	Current Month-2	In USD
HFCS 55 - USD/t	583.18	583.18	0.00
HFCS 55 - cts/lb	26.46	26.46	0.00

Dry weight, monthly averages, source Milling and baking news



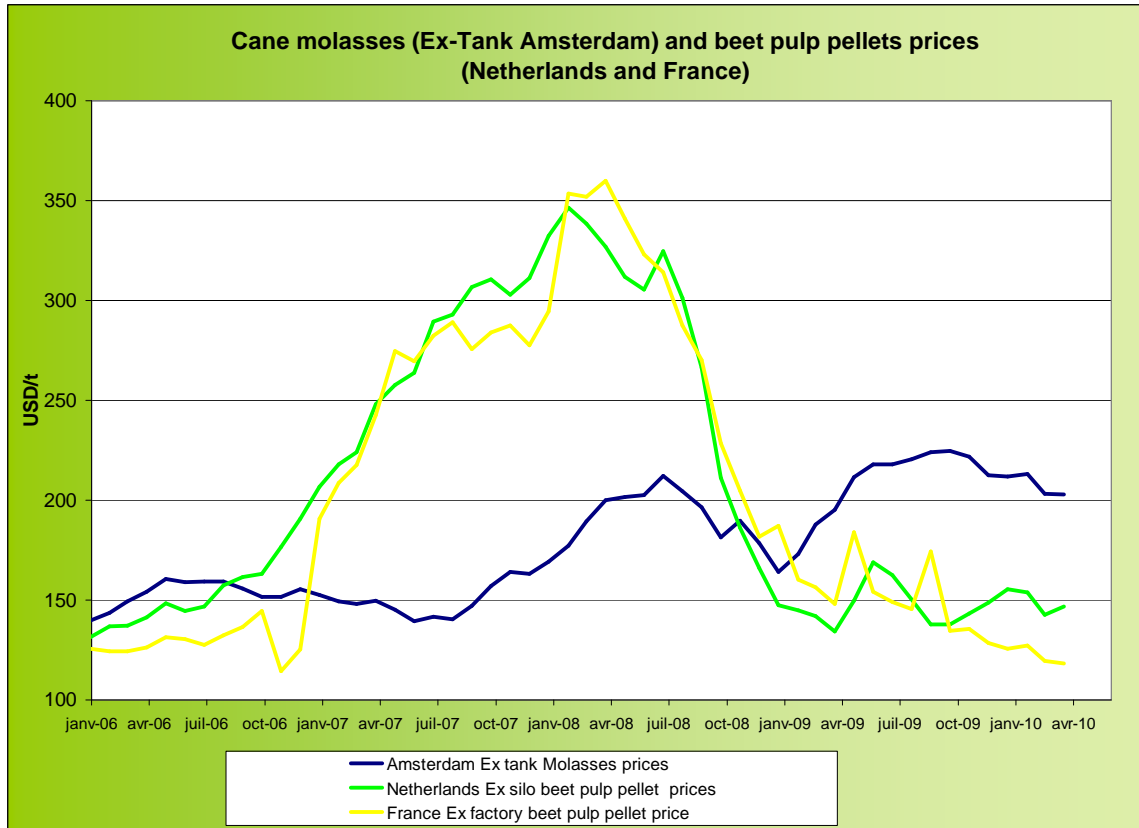
Corn, soybeans and wheat prices, changes from the past week and from the week#01 2006, in USD/t and in percentage

Products		Front term	Front term	Difference	Difference	Diff week#1 2006
		Past week	Current week	In USD	In %	In %
Corn (CBOT)	USD/t	136.83	137.18	0.35	0.3%	61.5%
	cts/bsl	347.56	348.44	0.88		
Soybeans (CBOT)	USD/t	352.63	350.25	-2.38	-0.7%	59.8%
	cts/bsl	959.80	953.32	-6.48		
Wheat (CBOT)	USD/t	169.30	171.03	1.73	1.0%	37.2%
	cts/bsl	460.80	465.52	4.72		



From 26th of april to 7th of may 2010

BY-PRODUCTS - Molasses and Beet Pulp



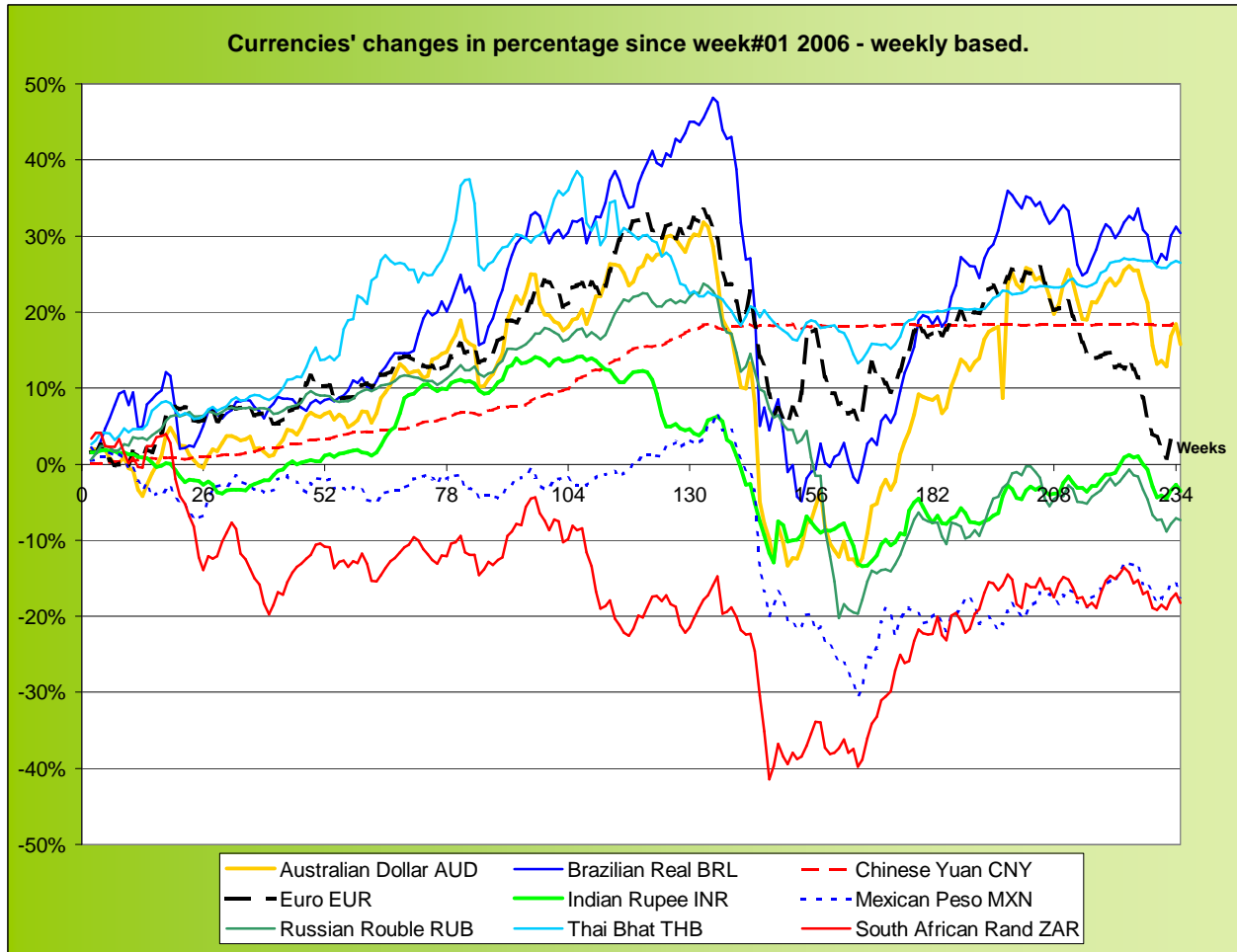
Molasses and beet pulp pellets prices and changes between three and two months before and from month#01 2006

		Commodity	Commodity	Difference from previous month	Difference from previous month	Difference from month#1 2006
<i>Products</i>		Month -3 (apr)	Month -2 (may)	In USD and €	In %	In %
<i>Amsterdam Ex tank Cane Molasses</i>	<i>USD/t</i>	202.98	NA	#VALEUR!	#VALEUR!	#VALEUR!
	<i>EUR/t</i>	151.00	153.00	2.00	1.3%	32.4%
<i>Netherlands Beet Pulp Pellets</i>	<i>USD/t</i>	146.79	NA	#VALEUR!	#VALEUR!	#VALEUR!
	<i>EUR/t</i>	109.20	115.30	6.10	5.6%	6.1%
<i>Products</i>		Month -3 (apr)	Month -2 (may)	In USD and €	In %	In %
<i>France Beet Pulp Pellets</i>	<i>USD/t</i>	118.29	NA	NA	NA	NA
	<i>EUR/t</i>	88.00	NA	NA	NA	NA



From 26th of april to 7th of may 2010

EXCHANGE RATES



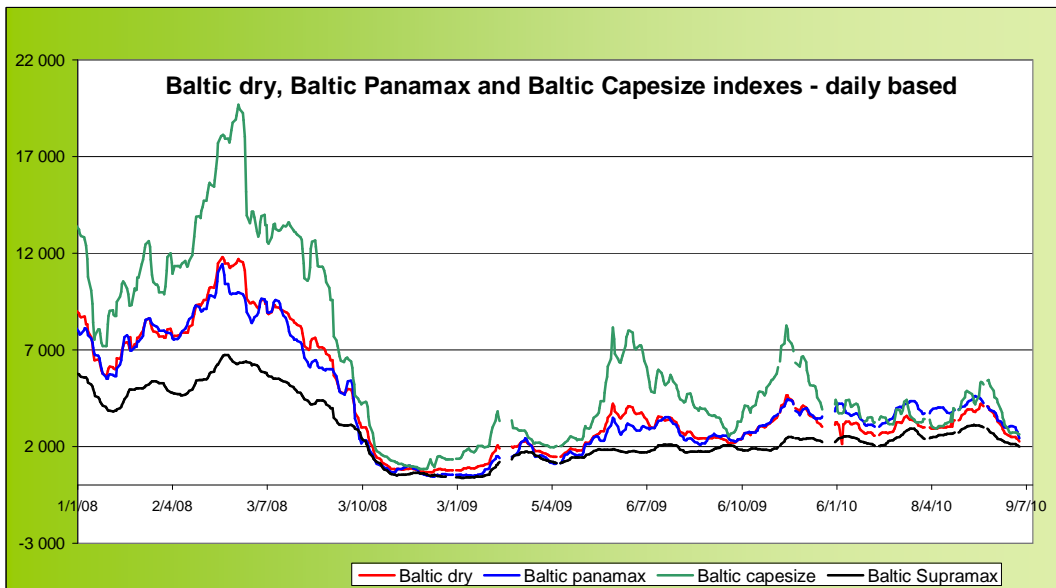
Currencies' changes from the past week and from the week#01 2006, in USD and in percentage

Currencies	Currencies in USD - Week#:	Currencies in USD - Week#:	Difference from previous week	Difference from previous week	Difference from week#1 2006
	Past week	Current week	In USD	In %	In %
Australian Dollar AUD	0.8735	0.8540	-0.01944	-2.2%	15.7%
Brazilian Real BRL	0.5655	0.5618	-0.00363	-0.6%	30.4%
Chinese Yuan CNY	0.1472	0.1476	0.00045	0.3%	19.1%
Euro EUR	1.2339	1.2376	0.00374	0.3%	3.8%
Indian Rupee INR	0.0217	0.0215	-0.00017	-0.8%	-3.5%
Mexican Peso MXN	0.0794	0.0777	-0.00167	-2.1%	-17.5%
Russian Rouble RUB	0.0323	0.0323	-0.00007	-0.2%	-7.3%
Thai Bhat THB	0.0311	0.0311	-0.00006	-0.2%	26.5%
South African Rand ZAR	0.1327	0.1308	-0.00192	-1.4%	-18.2%



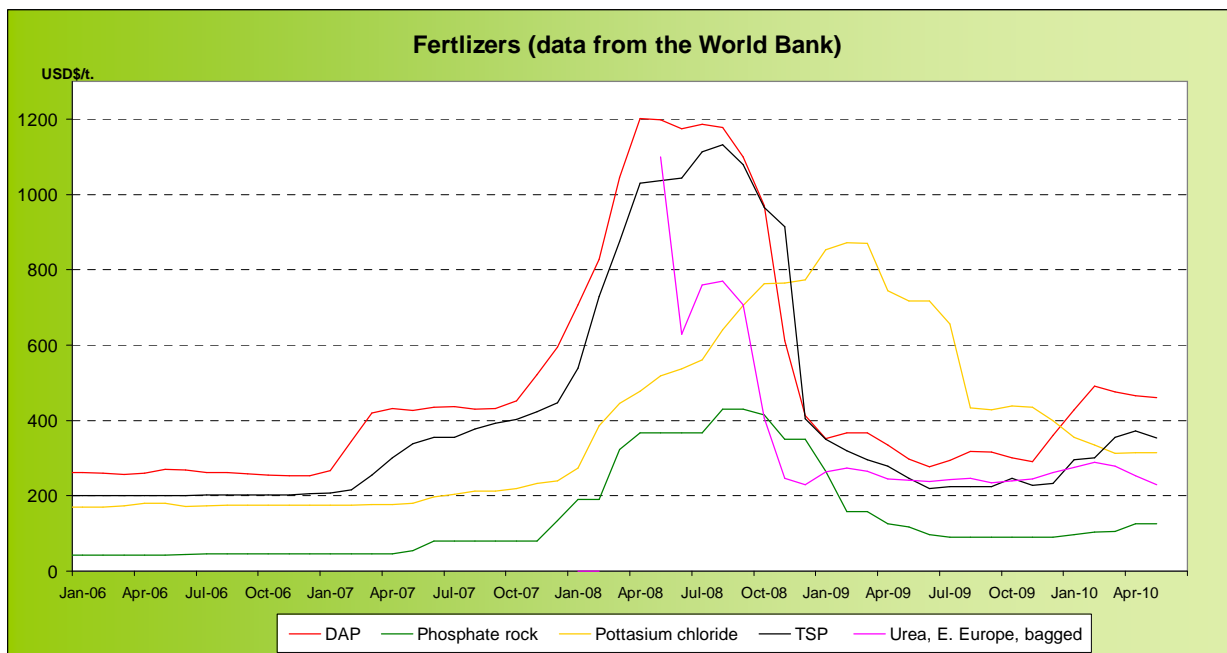
From 26th of april to 7th of may 2010

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
Indexes	Past week	Current week	Index	In %	In %
Baltic dry	2533.2	2393.2	-140.0	-5.5%	-48.1%
Baltic Supramax	2149.6	2062.2	-87.4	-4.1%	-31.0%
Baltic panamax	3032.4	2734.8	-297.6	-9.8%	-36.9%
Baltic capesize	2760.0	2685.0	-75.0	-2.7%	-56.3%



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 26th of april to 7th of may 2010

MARKET OVERVIEW - The Grower Dashboard**Comparison of futures prices for sugar, ethanol, crude oil, grains in USD and in %**

	Commodity	Commodity	Difference from	Difference from	Difference from	
			previous week	previous week	week#1 2006	
	Products	Past week	Current week	In USD	In %	In %
Sugar (#11)	USD/t	353.93	353.36	-0.57	-0.2%	9.1%
	Cts/lb	16.05	16.03	-0.03		
Sugar #5	USD/t	470.54	473.38	2.84	0.6%	34.1%
Corn (CBOT)	USD/t	136.83	137.18	0.35	0.3%	61.5%
	cts/bsl	347.56	348.44	0.88		
Soybeans (CBOT)	USD/t	352.63	350.25	-2.38	-0.7%	59.8%
	cts/bsl	959.80	953.32	-6.48		
Wheat (CBOT)	USD/t	169.30	171.03	1.73	1.0%	37.2%
	cts/bsl	460.80	465.52	4.72		
Ethanol	EU (€/l)	0.48	0.48	-0.01	-1.1%	
	US (USD/l)	0.4144	0.4010	-0.01	-3.2%	-28.5%
	Brazil (USD/l) Anhydrous	0.4818	0.4831	0.00	0.3%	2.8%
Crude oil	USD/barrel	77.64	74.98	-2.65	-3.4%	17.8%
Freight supramax	Index	2149.60	2062.20	-87.40	-4.1%	-31.0%

IN BRIEF (Source : FO Licht Sugar Daily)

- **Brazil** : Total cane crushed since the start of the 10/11 season reached 134,28 mtrv (+21% compared to 08/09) : sugar production rose to 6.67 mtrv (5,08 mtrv in 08/09). Ethanol output produced in 10/11 is around 54,9 million hl (46,7 million hl in 08/09).
- **India** : Time allowed for re-export of white sugar processed from imported raws has been cut by nine months. The deadline is now march 31, 2011 rather than December 31, 2011. According to officials from ISMA, India forecasts Indian sugar production to reach 18,7 mtrv since October 1, 2009.
- **Philippines** : The government may increase its additional sugar imports to 150 000 t instead of 100 000 t announced earlier in June.
- **Australia** : Due to a cyclone damaging crops in march 2010, Australian sugar production has been revised downwards to 4,6 mtrv (instead of 4,8 mtrv). Sugar exports in 10/11 could reach 3,28 mtrv.
- **Guatemala** : Total exports in the first seven months of 09/10 reached 1,30 mtrv (+58% compared to 08/09).
- **Mexico** : Sugar production 09/10 should decrease to 4,83 mtrv (5 mtrv in 08/09).
- **Pakistan** : Around 400 000 trv are still left to be imported by the end of 09/10 campaign.
- **Russia** : According to industry sources, customs cleared 1,4 mtrv in May due to a drop in import tariffs. The Russian Sugar Producers Union forecasts beet white sugar production to reach 4 mt in 2010/11 instead of 3,2 mt in 2009/10.
- **China** : news that China may gradually allow its currency to appreciate against the US dollar, which could spur demand for commodities.
- **Egypt** : Sugar and Integrated Industries Company (SIIC) is tendering to buy 50 000 trv for November delivery.
- **Japan** : 2009/10 imports are estimated to reach 1,25 mtrv (up 2% compared to 2008/09) due to lower domestic production forecasts to 861 000 trv (878 000 t in 08/09). Demand for sugar is stable and estimated to 2,077 mtrv.