

SUGARCANE

2024/2025 OUTLOOK SUMMARY



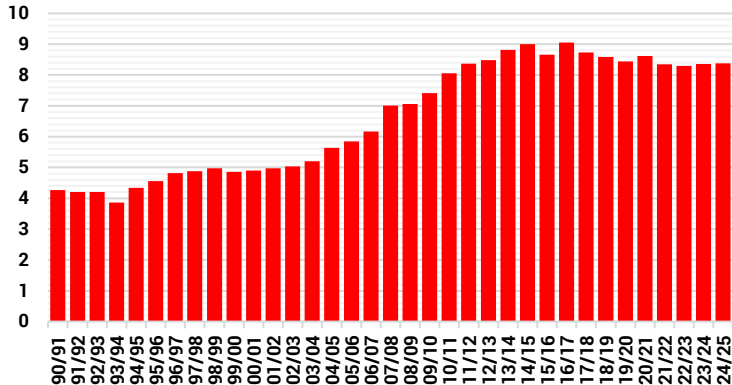
APRIL/2024



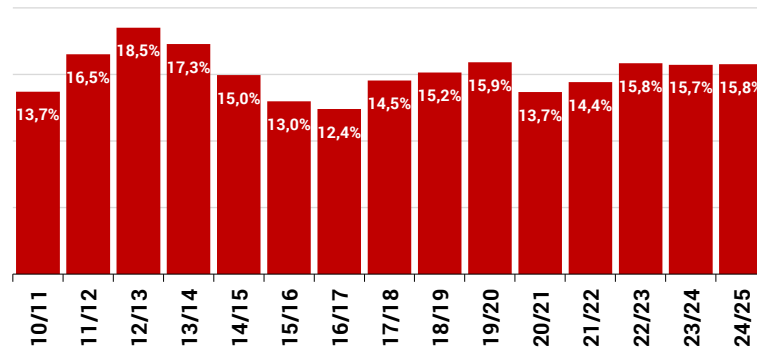
- The Brazilian sugarcane harvest 2024/2025, officially started on 04/01/2024, is estimated at 685.8 MMT, a reduction of 3.8% in relation to the previous harvest 2023/2024, which reached the record of 713.2 MMT.
- This drop is due to low rainfall, combined with the high temperatures recorded in the Center-South Region.
- The adverse climate is expected to cause losses in average productivity in 2024/2025, estimated at 79.1 tonnes/ha, 7.6% below the previous harvest, which reached 85.6 tonnes/ha, which was favored by good weather conditions.

- The sugarcane harvest area is estimated at 8.673 million hectares in 2024/2025, 4.1% above the 8.334 million hectares in 2023/2024.
- The growth in the harvested surface is due to the increase in areas undergoing expansion and renovation, and the harvest in the Center-South Region, which has already started, is expected to intensify from May on.
- In the Southeast Region, where the largest sugarcane production in the country is concentrated (64.6%), production is estimated at 442.7 MMT, a decrease of 5.6% compared to the 2023/2024 harvest, with the largest reduction observed in São Paulo, of 28.3 MMT, due to the contrast with the excellent result of the last harvest.

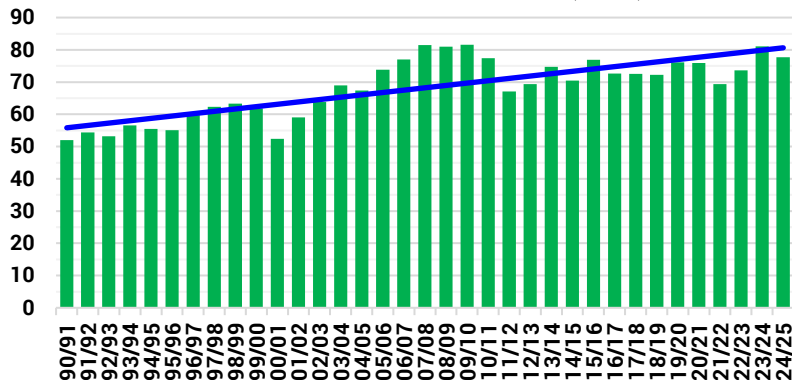
SUGARCANE: BRAZIL AREA AND PRODUCTION



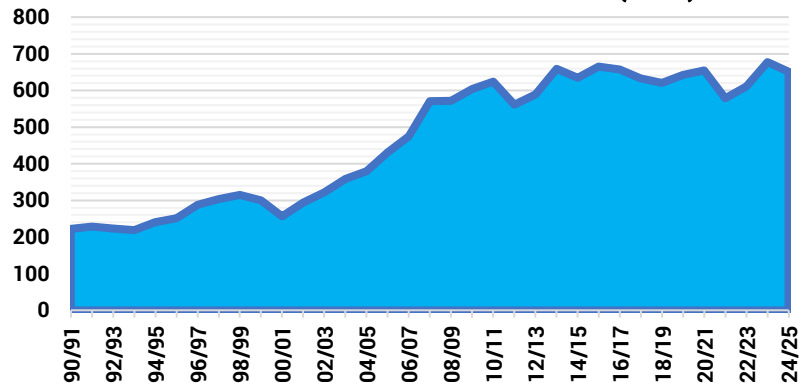
SUGARCANE: RENOVATION AREAS % OF TOTAL AREA



SUGARCANE: AVERAGE YIELD (T/HA)



SUGARCANE: BRAZIL PRODUCTION (MMT)

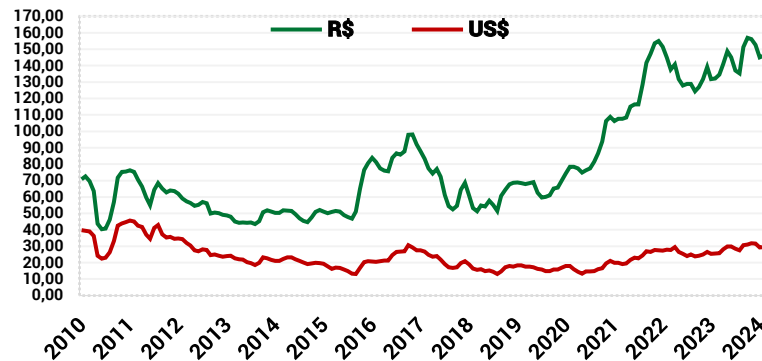


- The CEPEA/ESALQ crystal sugar indicator (ICUMSA color from 130 to 180) is quoted at R\$ 147.16 per 50 kg, accumulating an increase of 2.5% in the last 30 days and 4.3% in 12 months.
- Four weeks after the official start of sugarcane crushing for the 2024/2025 harvest by the mills, the average prices of white crystal sugar traded on the spot market continue to rise.
- The level of R\$ 150 per 50 kg has not been seen since the end of December/2023, the off-season period, and the increase in ICUMSA up to 180 crystal prices is due to the restriction of supply for immediate delivery sales.
- On the New York Stock Exchange (ICE US), demerara sugar contracts for 2024 maturities are around 19 ¢ to 20 ¢ per pound, accumulating retractions of 13.5% in the last 30 days and 27.8% in the last 12 months.
- The strong appreciation of the dollar against the Real, which stimulates Brazilian exports, and the drop in oil prices, which worsens the relative competitiveness of ethanol, continue to put pressure on demerara sugar prices on the New York Stock Exchange.
- Sugar sales on the spot market yielded 10.5% more than foreign sales, but exports remain strong this April.

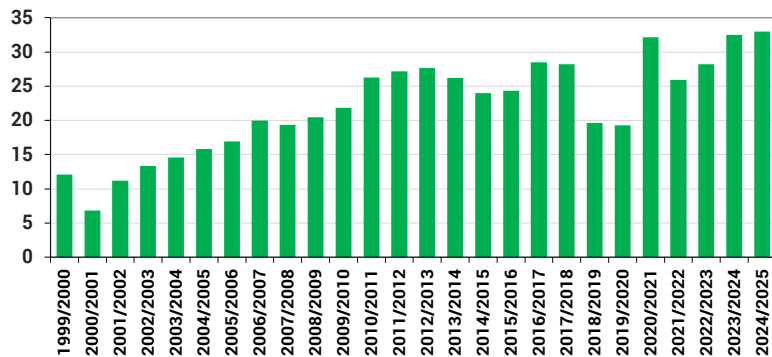
RAW SUGAR: FUTURES AT ICE US (NEW YORK) ¢ PER POUND



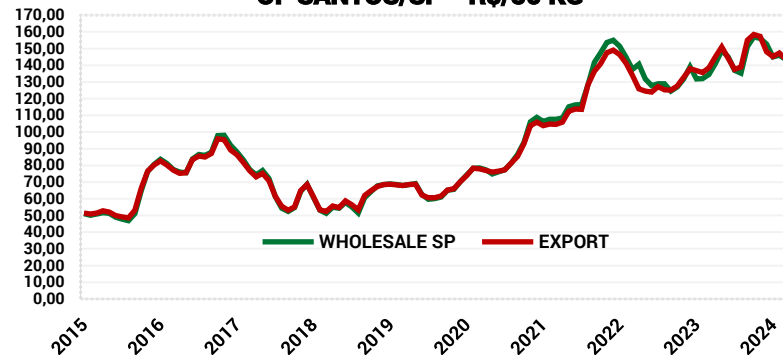
GRANULATED SUGAR: SÃO PAULO WHOLESALE PRICES - R\$/50 KG



SUGAR: BRAZIL EXPORTS - MMT

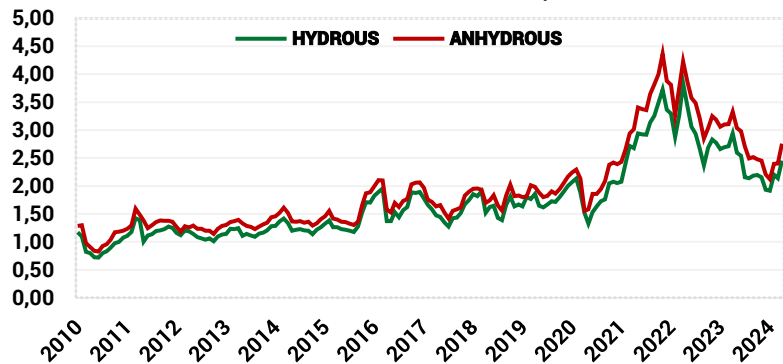


GRANULATED SUGAR: WHOLESALE SP X FAS PORT OF SANTOS/SP - R\$/50 KG

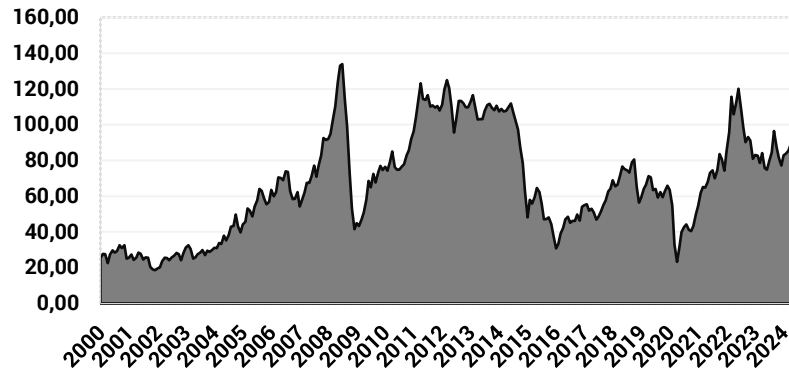


- The price of hydrous ethanol FOB plants in São Paulo is quoted, on average, at R\$ 2.46/liter (without ICMS and without PIS/Cofins), with a strong increase of 14.7% in the last 30 days, but still with accumulated decline of 16.4% in the last 12 months.
- The price of anhydrous ethanol FOB plants in São Paulo is quoted, on average, at R\$ 2.75/liter (without PIS/Cofins), with a strong increase of 14.8% in the last 30 days, but still with an accumulated decline of 17.2% in the last 12 months.
- Prices have been firm in the last five weeks, but lost steam in the last few days, with the start of the 2024/2025 harvest.
- In addition to the new product, some plants in the Center-South, which had difficulties in carrying out industrial activities due to rain, were able to resume grinding and offer spot offers again.
- On the purchasing side, the stance is more timid, reinforced by the possibility of falling prices with the arrival of the harvest and the advancement of processing and, in addition, there are still volumes previously acquired to be loaded into the production units.
- In terms of relative prices in the producing link of the sugar-energy chain, the remuneration for sugar is 80.3% higher than that for hydrous ethanol and 67.7% higher than that for anhydrous ethanol.

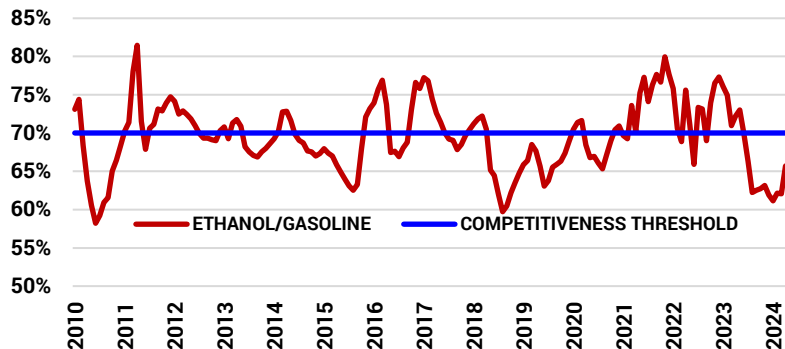
ETHANOL: HYDROUS AND ANHYDROUS PRICES FOB SÃO PAULO PLANT - R\$/L



BRENT OIL: AVERAGE PRICE – US\$/BARREL



HYDROUS ETHANOL COMPETITIVENESS IN RELATION TO GASOLINE – BRAZIL AVERAGE



ETHANOL AVERAGE PRICES - FOB SÃO PAULO PLANTS

HARVEST	ANHYDROUS ETHANOL		HYDROUS ETHANOL	
	R\$/l	US\$/l	R\$/l	US\$/l
2017/2018	1,71	0,53	1,58	0,49
2018/2019	1,80	0,48	1,63	0,43
2019/2020	2,01	0,49	1,83	0,45
2020/2021	2,17	0,40	1,91	0,35
2021/2022	3,64	0,68	3,16	0,59
2022/2023	3,33	0,65	2,89	0,56
2023/2024	2,61	0,53	2,27	0,46
30 DAYS CHANGE	14,8%	11,3%	14,7%	11,3%
12 MO CHANGE	-17,2%	-19,3%	-16,4%	-18,5%



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