SUGAR: U.S. cane sugar production for 2016/17 is reduced by 72,803 short tons, raw value (STRV). Almost all the reduction is based on industry reporting in Florida indicating less sugarcane acreage and slightly lower yields than previously forecast. U.S. exports for 2016/17 are now projected at 75,000 STRV on indications of planned beet sugar exports of 50,000 this fiscal year. This increase is matched by an equivalent increase in raw sugar re-export imports. No change is made this month in deliveries for human consumption. Although, beet sugar deliveries have been strong through the fiscal year's first quarter, bulk cane sugar deliveries are far below trend with significant year-over-year declines in deliveries to bakery/cereal, confectionery, and multiple and other food use manufacturers. Additionally, although projected imports from Mexico are unchanged from last month, there remains market uncertainty regarding availability of sugar imported from Mexico as a result of ongoing talks concerning the AD and CVD Suspension Agreements. Ending stocks for 2016/17 are projected at 1.808 million STRV, implying an ending stocks-to-use ratio of 14.8 percent, down from last month's 15.4 percent. There are no changes to the Mexico 2016/17 sugar supply and use this month.

WASDE - 562 - 16

U.S. Sugar Supply and Use 1/

	2014/15	2015/16 Est.	2016/17 Proj. Jan	2016/17 Proj. Feb
	1,000 Short Tons, Raw Value			
Beginning Stocks	1810	1815	2054	2054
Production 2/	8656	8989	9313	9240
Beet Sugar	4893	5119	5371	5371
Cane Sugar	3763	3870	3942	3869
Florida	1981	2173	2142	2072
Hawaii	146	152	46	43
Louisiana	1513	1428	1612	1612
Texas	123	116	142	142
Imports	3553	3341	2694	2744
TRQ 3/	1536	1620	1532	1532
Other Program 4/	471	396	175	225
Other 5/	1546	1325	987	987
Mexico	1532	1309	972	972
Total Supply	14019	14145	14061	14038
Exports	185	74	25	75
Deliveries	12019	12051	12155	12155
Food 6/	11888	11881	12000	12000
Other 7/	131	170	155	155
Miscellaneous	0	-33	0	0
Total Use	12204	12091	12180	12230
Ending Stocks	1815	2054	1881	1808
Stocks to Use Ratio	14.9	17	15.4	14.8

1/ Fiscal years beginning Oct 1. Historical data are from FSA "Sweetener Market Data" (SMD). 2/ Production projections for 2015/16 and 2016/17 are based on Crop Production and processor projections where appropriate. 3/ For 2016/17, WTO raw sugar TRQ shortfall (99). For 2015/16, WTO raw sugar TRQ shortfall (125) 4/ Includes sugar under the re-export and polyhydric alcohol programs. 5/ For 2014/15, other high-tier (15) and other (0). For 2015/16, other high-tier (16) and other (0). For 2016/17, other high-tier (15) and other (0). 6/For 2014/15, combines SMD deliveries for domestic human food use and SMD miscellaneous uses. 7/ Transfers to sugar-containing products for reexport, and for nonedible alcohol, feed, and ethanol.

Mexico Sugar Supply and Use and High Fructose Corn Syrup Imports 1/

		Beginning Stocks	Production	Imports	Domestic 2/	Exports	Ending Stocks
				1,000 Metric Tons,	*Actual Weight*		
Sugar							
2015/16 Est.	Jan	811	6117	83	4767	1207	1037
	Feb	811	6117	83	4767	1207	1037
2016/17 Proj.	Jan	1037	6371	60	4769	1470	1229
	Feb	1037	6371	60	4769	1470	1229

1/ HFCS consumption by Mexico (1,000 metric tons, dry basis): Oct-Sep 2015/16 = 1,482, projected Oct-Sep 2016/17 = 1,459; Oct - Dec 2015/16 = 355, Oct - Dec 2016/17 = 358. Footnote source: Comite Nacional para el Desarollo Sustentable de la Cana de Azucar. 2/Includes deliveries for consumption, Mexico's products export program (IMMEX), and Other Deliveries/Ending Year Statistical Adjustments. IMMEX: 2015/16 (330 est), 2016/17 (330 proj). Other Deliveries/Ending Year Statistical Adjustments: 2015/16 (50), 2016/17 (50).