Oilseeds and Protein Crops market situation

Committee for the Common Organisation of Agricultural Markets

30 April 2020

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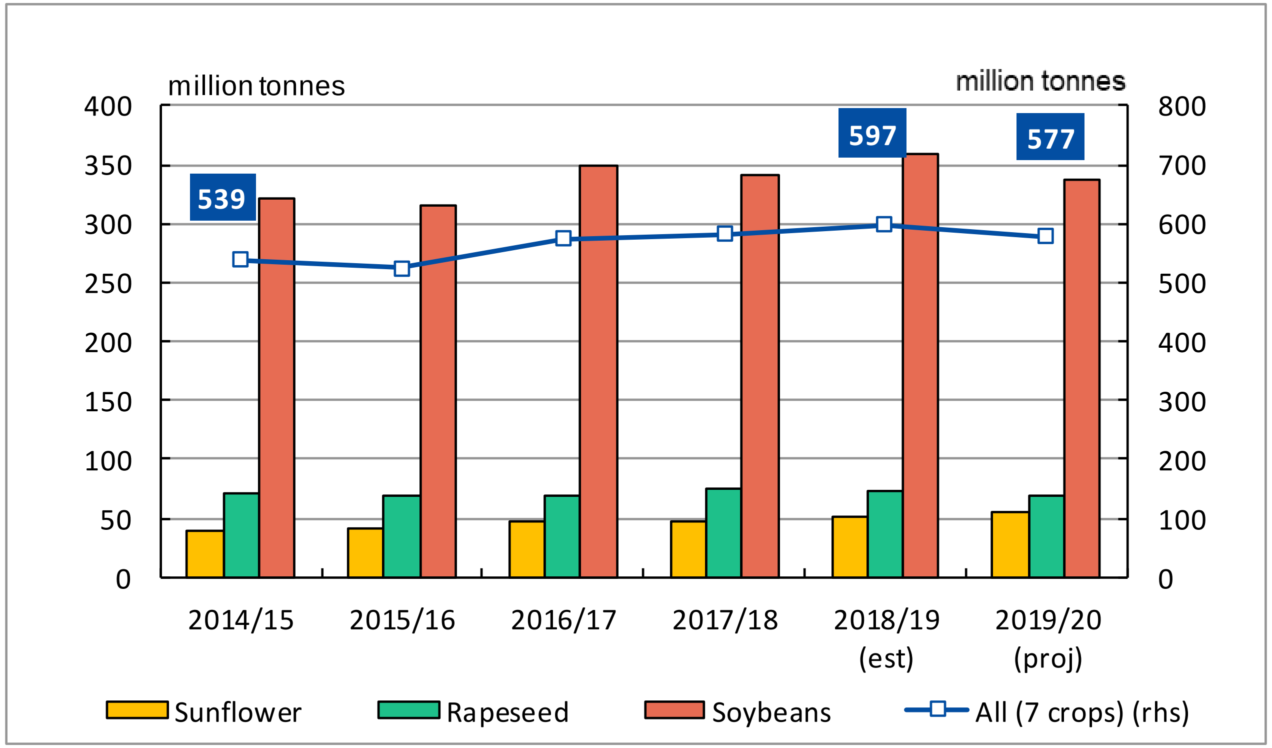
2019/20 World Oilseeds (USDA)

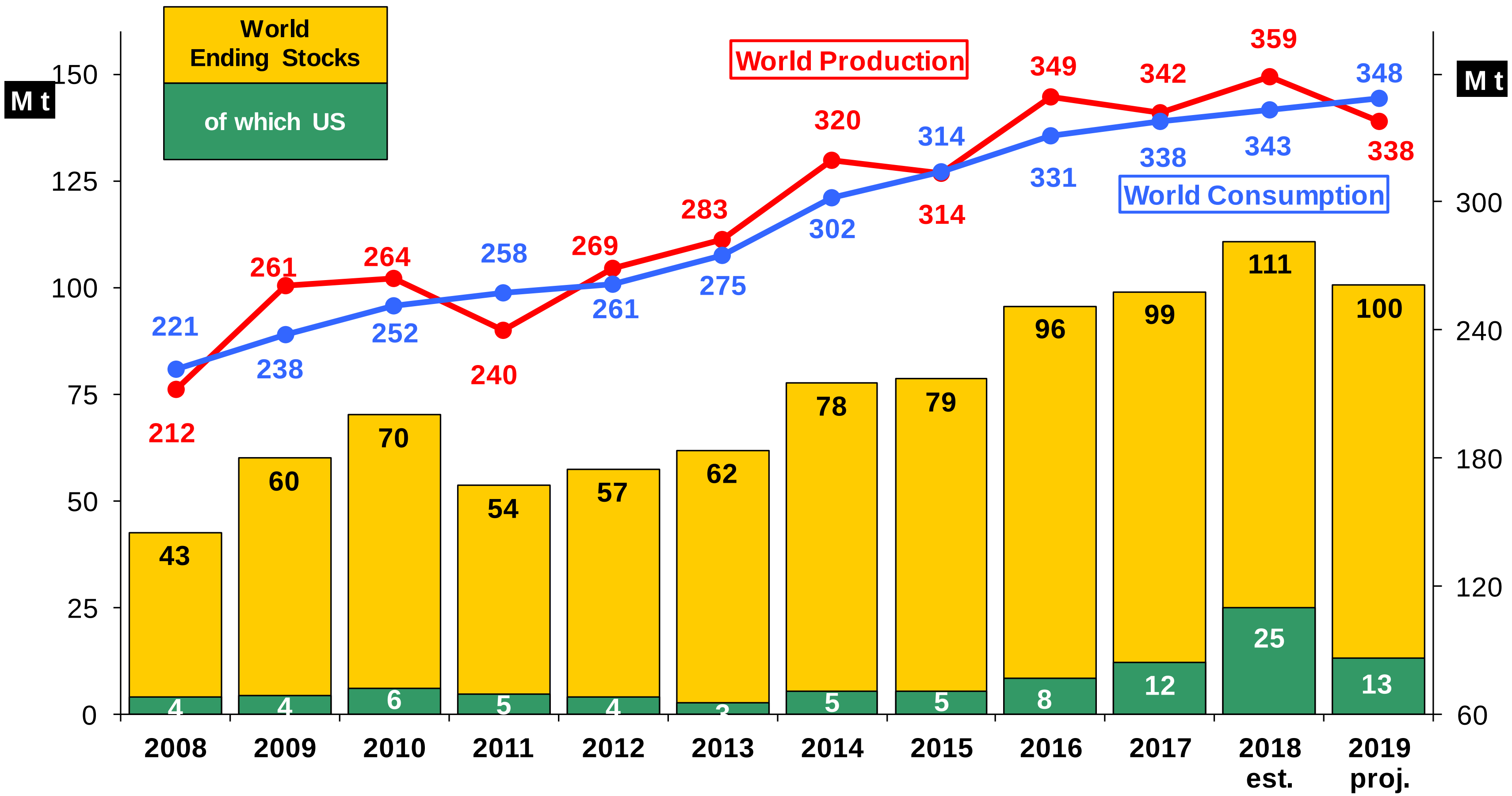


19/20 outlook (changes m/m):

Total Oilseeds: 577 m t

- Soya beans: 338 m t
- Rapeseed: 68 m t
- Sunflower: 55 m t

2019/20 World Soya (USDA)



Source: USDA April report

World Oilseeds 2019/20: key messages

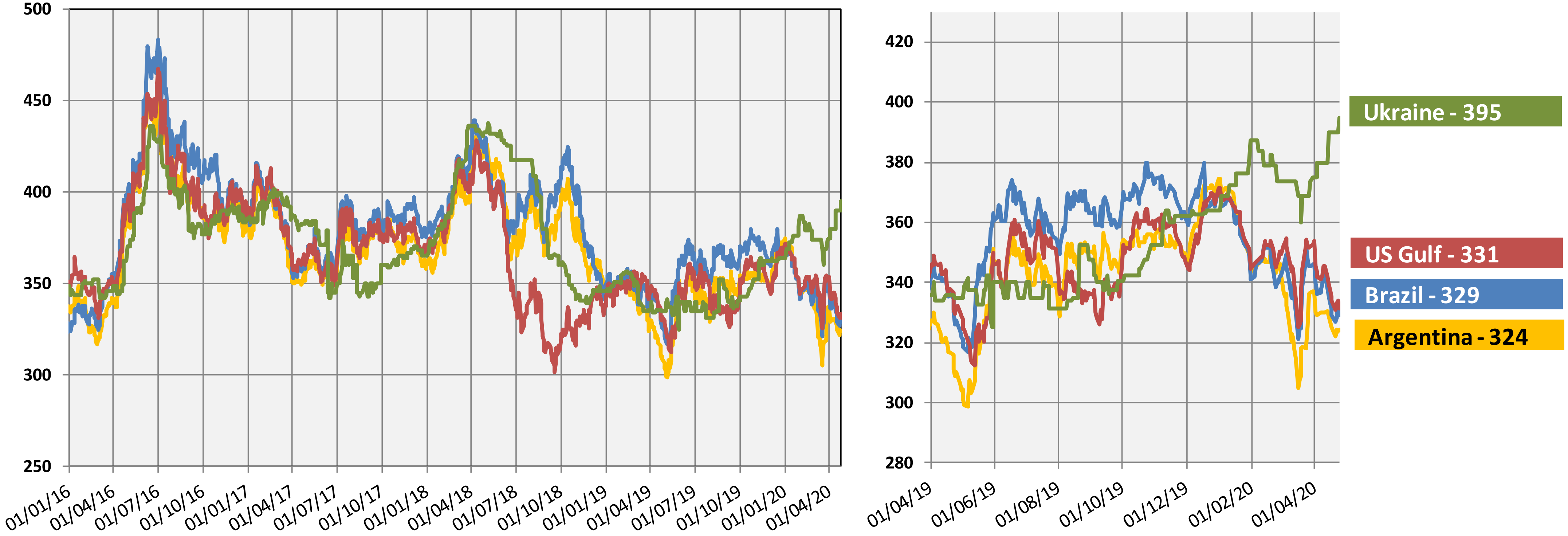
- Global **oilseeds** outlook includes lower production, exports and stocks compared to last month. Global production is cut over 3 million tonnes to 577 million, down over 3% from the previous year's record.

- Global **soya bean** production is down almost 4 million tonnes on lower production for Argentina and Brazil reflecting dry conditions. Global soybean exports are lowered on decreases from the US and Canada, while Brazil's shipments are revised up. China's imports are raised to 89 million, reflecting higher Brazilian shipments.

- Global **rapeseed** production is mostly unchanged from last month at 68 million tonnes, down about 6% from the previous year.

- Global **sunflower** production is up again 0.4 millon tonnes from last month, more than 9% above last year's already high output.

World export prices soya beans (USD/tonne)



Source: International Grains Council

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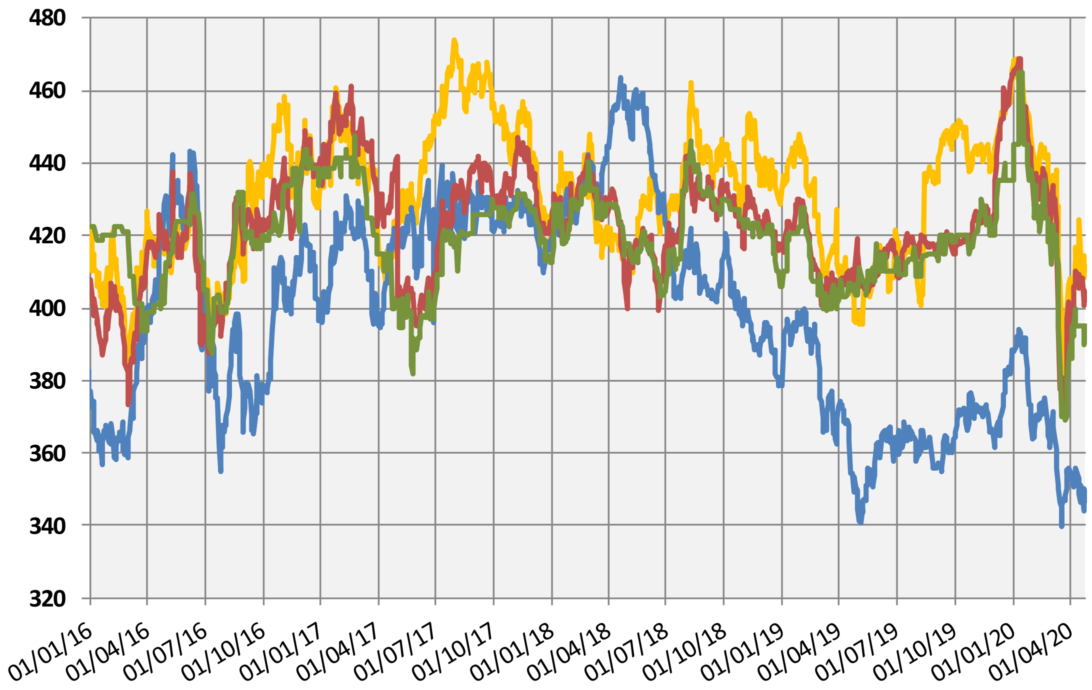
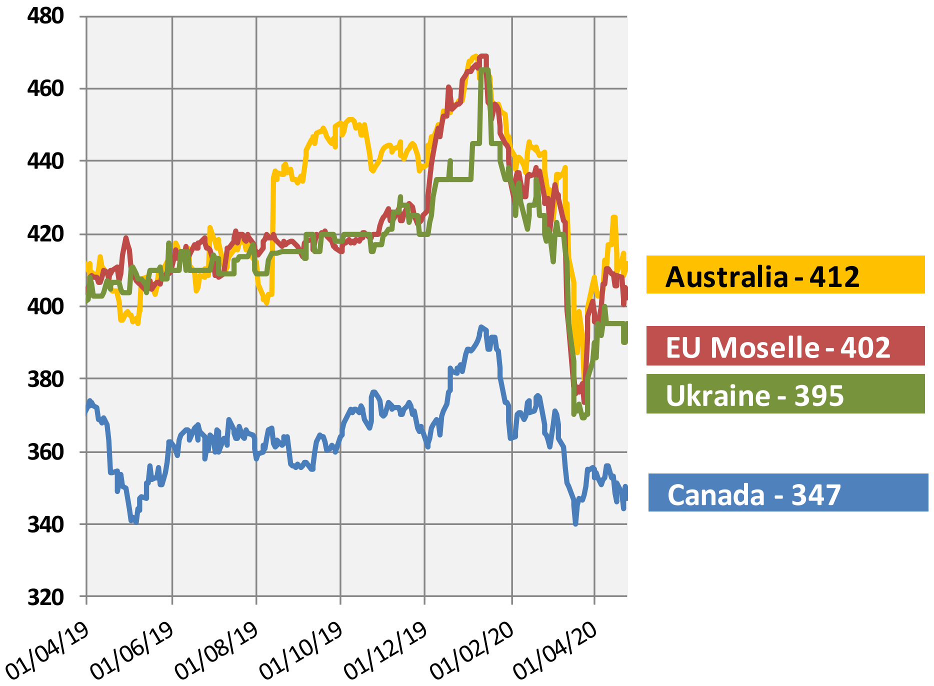
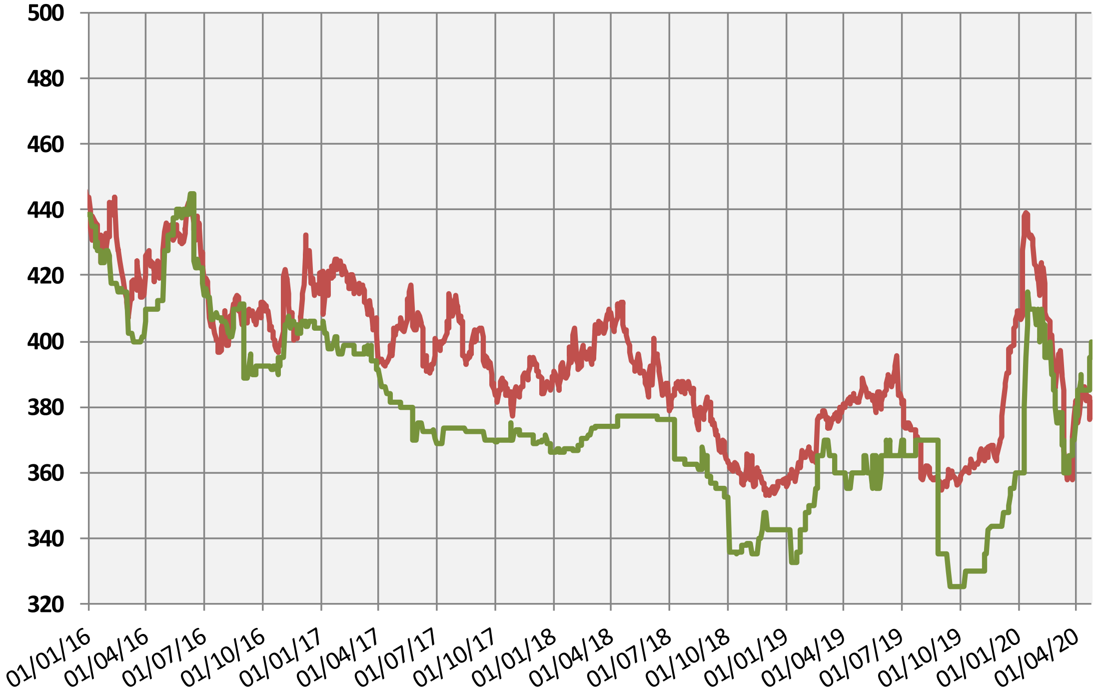
World export prices for rapeseed – (USD/tonne)

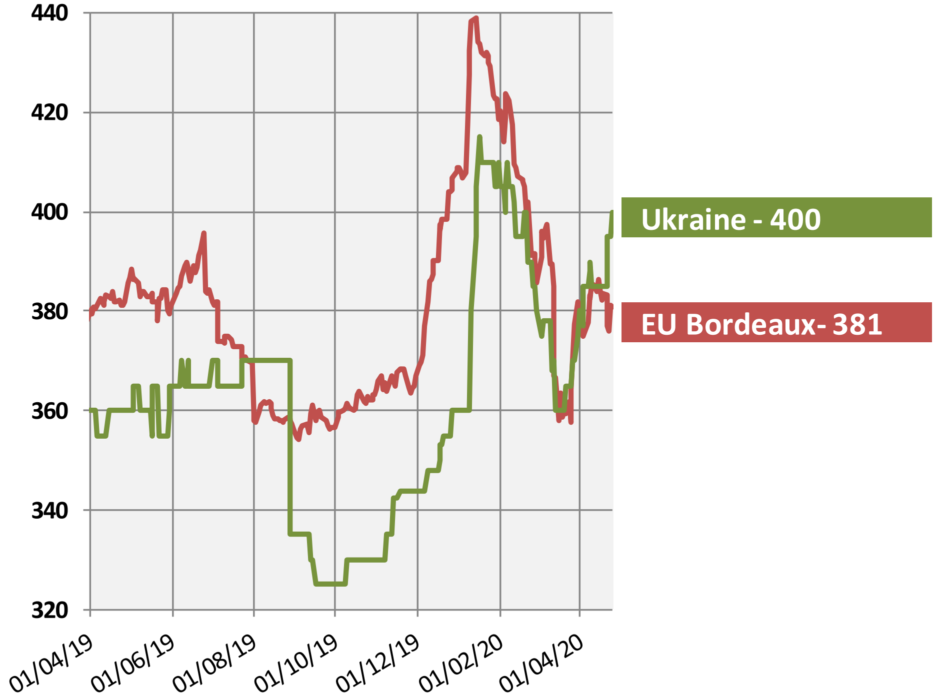




Source: International Grains Council

World export prices for sunflower – (USD/tonne)





Source: International Grains Council

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EU

EU OILSEEDS AREA

(million hectares)

	5-year trimmed	2019/20	2020/21 April	2020/21 vs. 2019/20 (%)	2020/21 vs. 5-y AVG (%)
Rapeseed	*6,06*	*5,14*	*5,28*	*2,7*	*-12,8*
Sunflower	*4,20*	*4,33*	*4,23*	*-2,3*	*0,8*
Soya Beans	*0,89*	*0,90*	*1,00*	*11,3*	*12,0*
TOTAL	**11,15**	**10,37**	**10,51**	**1,3**	**-5,7**

EU OILSEEDS PRODUCTION

(million tonnes)

	5-year trimmed average	2019/20	2020/21 April	2020/21 vs. 2019/20 (%)	2020/21 vs. 5-y AVG (%)
Rapeseed	*19,15*	*15,23*	*16,45*	*8,0*	*-14,1*
Sunflower	*9,33*	*10,04*	*10,03*	*-0,1*	*7,5*
Soya Beans	*2,50*	*2,64*	*2,95*	*11,9*	*18,2*
TOTAL	**30,65**	**27,90**	**29,43**	**5,5**	**-5,0**

Sources : EC - DG AGRI.

European Commission

EU rapeseed

EU rapeseed production

(million tonnes)

	5-year trimmed average	2018/19	2019/20		
			April	year on year (%)	5yrs trimmed (%)
France	*5,22*	*3,44*	*3,53*	*2,7*	*-32,4*
Germany	*4,62*	*2,83*	*3,14*	*11,1*	*-32,0*
Poland	*2,54*	*2,29*	*2,86*	*24,4*	*12,5*
Czechia	*1,34*	*1,16*	*1,27*	*9,3*	*-5,7*
Romania	*1,32*	*0,85*	*0,91*	*7,2*	*-30,8*
Other EU MS	*1,89*	*2,64*	*2,73*	*3,4*	*44,5*
TOTAL EU	**19,15**	**15,23**	**16,45**	**8,0**	**-14,1**

Source: EC-DG AGRI.

EU Oilseeds 2020/21: key messages

- Total EU oilseed **area** is expected to modestly recover after last season's low. The plantings should reach 10.5 million ha (+1.3% year-on-year). This is partially due to the rebound of winter rapeseed area (5.3 million ha, up 3% year-on-year). While soya sowing estimates are well above the 5-year average, sunflower area is just in line with the 5-year average.

- EU oilseed **production** is also modestly recovering to 29.4 million tonnes, but still 14% below the 5-year average, despite an increase for soya and rapeseed production. Rapeseed output is expected at 16.5 million tonnes, assuming no major weather disruptions. Soya production is expected to increase to just under 3 million tonnes (+12 % y/y) and for sunflower, a production of 10 million tonnes is forecasted, mostly unchanged from the 2019/20 marketing year, but still up 7.5 % from the 5-year average

EU

EU PROTEIN CROPS AREA

(million hectares)

	5-year trimmed	2019/20	2020/21 April	2020/21 vs. 2019/20 (%)	2020/21 vs. 5-y AVG (%)
Field peas	*0,80*	*0,78*	*0,84*	*8,0*	*5,8*
Broad beans	*0,47*	*0,43*	*0,47*	*8,8*	*-0,2*
Sweet lupins	*0,17*	*0,18*	*0,18*	*-3,4*	*7,9*
TOTAL	**1,46**	**1,39**	**1,49**	**6,7**	**1,9**

EU PROTEIN CROPS PRODUCTION

(million tonnes)

	5-year trimmed average	2019/20	2020/21 April	2020/21 vs. 2019/20 (%)	2020/21 vs. 5-y AVG (%)
Field peas	*1,97*	*2,01*	*2,17*	*8,3*	*10,1*
Broad beans	*1,16*	*1,08*	*1,21*	*11,7*	*3,8*
Sweet lupins	*0,26*	*0,26*	*0,26*	*-1,8*	*-0,5*
TOTAL	**3,43**	**3,35**	**3,64**	**8,6**	**6,2**

Sources : EC - DG AGRI.

European Commission

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Oilseeds balance sheet (EU+UK)

OILSEEDS SUPPLY & DEMAND *(thousand metric tonnes)*

	2018/19				2019/20 fc			
last updated: 30/04/2020	Rapeseed	Soybean	Sunflower	TOTAL	Rapeseed	Soybean	Sunflower	TOTAL
Beginning stocks	**2.287**	**2.296**	**937**	**5.520**	**1.520**	**2.140**	**891**	**4.551**
Usable production	20.015	2.833	9.973	32.820	16.977	2.667	10.036	29.679
Area (thousand ha)	6.901	955	4.026	11.882	5.675	896	4.333	10.904
Yield (tonnes/ha)	3	3	2	3	3	3	2	3
Imports (from third countries)	4.232	15.076	521	19.830	5.500	14.800	1.000	21.300
Total supply	**26.534**	**20.205**	**11.431**	**58.170**	**23.997**	**19.607**	**11.927**	**55.530**
Domestic use	24.924	17.907	10.014	52.846	22.897	18.340	10.599	51.836
of which crushing	*(24.030)*	*(15.843)*	*(8.907)*	*(48.780)*	*(22.067)*	*(16.097)*	*(9.463)*	*(47.627)*
Exports (to third countries)	89	158	526	772	100	167	503	770
Total use	**25.014**	**18.065**	**10.540**	**53.619**	**22.997**	**18.507**	**11.102**	**52.606**
Ending stocks	**1.520**	**2.140**	**891**	**4.551**	**1.000**	**1.100**	**825**	**2.925**

Oilmeals balance sheet (EU+UK)

OILSEED MEALS SUPPLY & DEMAND *(thousand metric tonnes)*

	2018/19				2019/20 fc			
last updated: 30/04/2020	Rapeseed	Soybean	Sunflower	TOTAL	Rapeseed	Soybean	Sunflower	TOTAL
Beginning stocks	**50**	**344**	**100**	**494**	**50**	**343**	**100**	**493**
Usable production	13.697	12.516	4.899	31.112	12.578	12.717	5.205	30.500
Imports (from third countries)	521	18.022	3.468	22.011	300	18.500	3.400	22.200
Total supply	**14.268**	**30.882**	**8.467**	**53.617**	**12.928**	**31.559**	**8.705**	**53.192**
Domestic use	13.772	30.224	8.016	52.011	12.478	30.905	8.105	51.488
Exports (to third countries)	447	316	351	1.114	400	314	500	1.214
Total use	**14.218**	**30.539**	**8.367**	**53.125**	**12.878**	**31.219**	**8.605**	**52.702**
Ending stocks	**50**	**343**	**100**	**493**	**50**	**340**	**100**	**490**

Vegetable oils balance sheet (EU+UK)

VEGETABLE OILS SUPPLY & DEMAND *(thousand metric tonnes)*

last updated: 30/04/2020	2018/19					2019/20 fc				
	Rapeseed	Soybean	Sunflower	Palm	TOTAL	Rapeseed	Soybean	Sunflower	Palm	TOTAL
Beginning stocks	592	175	269	492	1.528	589	175	268	489	1.520
Usable production	9.852	3.169	3.741	0	16.762	9.047	3.219	3.975	0	16.241
Imports (from third countries)	246	395	1.806	7.346	9.792	300	400	2.000	6.700	9.400
Total supply	10.690	3.739	5.816	7.837	28.082	9.936	3.794	6.242	7.189	27.162
Domestic use	9.891	2.703	4.998	7.206	24.798	9.143	2.819	5.518	6.563	24.044
Exports (to third countries)	210	861	550	143	1.764	200	800	450	140	1.591
Total use	10.101	3.564	5.548	7.348	26.562	9.343	3.619	5.969	6.704	25.635
Ending stocks	589	175	268	489	1.520	594	175	273	485	1.527

European Commission

Balance sheets 19/20 (EU+UK)

Changes from February:

- **Oilseeds**: changes mainly concern imports with an increase of sunflower seed imports (up 200,000 tonnes). Minor production adjustments are also reflected.
- **Oilmeals**: soya meal imports are reduced 200,000 tonnes from last month.
- **Vegetable oils**: based on updated trade data, imports of palm were decreased again by 500 000 tonnes, rapeseed oil imports were adjusted upwards.

Oilseeds balance sheet (EU)

OILSEEDS SUPPLY & DEMAND *(thousand metric tonnes)*

	2019/20 fc				2020/21 proj.			
last updated: 30/04/2020	Rapeseed	Soybean	Sunflower	TOTAL	Rapeseed	Soybean	Sunflower	TOTAL
Beginning stocks	**1.372**	**1.990**	**891**	**4.254**	**907**	**1.019**	**825**	**2.750**
Usable production	15.225	2.638	10.036	27.899	16.450	2.950	10.030	29.431
Area (thousand ha)	5.145	896	4.333	10.374	5.283	997	4.234	10.513
Yield (tonnes/ha)	3	3	2	3	3	3	2	3
Imports (from third countries)	6.000	14.200	1.000	21.200	4.709	14.830	930	20.470
Total supply	**22.597**	**18.828**	**11.927**	**53.352**	**22.067**	**18.799**	**11.785**	**52.651**
Domestic use	21.391	17.545	10.532	49.468	20.938	17.660	10.416	49.014
of which crushing	*(20.684)*	*(15.417)*	*(9.313)*	*(45.414)*	*(20.211)*	*(15.588)*	*(9.215)*	*(45.014)*
Exports (to third countries)	300	264	570	1.134	328	239	545	1.112
Total use	**21.691**	**17.809**	**11.102**	**50.602**	**21.267**	**17.899**	**10.961**	**50.126**
Ending stocks	**907**	**1.019**	**825**	**2.750**	**800**	**900**	**825**	**2.525**

Oilmeals balance sheet (EU)

OILSEED MEALS SUPPLY & DEMAND *(thousand metric tonnes)*

last updated: 30/04/2020	2019/20 fc				2020/21 proj.			
	Rapeseed	Soybean	Sunflower	TOTAL	Rapeseed	Soybean	Sunflower	TOTAL
Beginning stocks	**50**	**343**	**100**	**493**	**50**	**340**	**100**	**490**
Usable production	11.790	12.179	5.122	29.092	11.521	12.314	5.068	28.903
Imports (from third countries)	500	17.400	3.100	21.000	450	17.177	3.249	20.876
Total supply	**12.340**	**29.922**	**8.322**	**50.584**	**12.021**	**29.832**	**8.417**	**50.269**
Domestic use	11.690	28.893	7.622	48.205	11.386	28.787	7.810	47.983
Exports (to third countries)	600	689	600	1.889	585	702	507	1.794
Total use	**12.290**	**29.582**	**8.222**	**50.094**	**11.971**	**29.489**	**8.317**	**49.777**
Ending stocks	**50**	**340**	**100**	**490**	**50**	**342**	**100**	**492**

Vegetable oils balance sheet (EU)

VEGETABLE OILS SUPPLY & DEMAND *(thousand metric tonnes)*

last updated: 30/04/2020	2019/20 fc					2020/21 proj.				
	Rapeseed	Soybean	Sunflower	Palm	TOTAL	Rapeseed	Soybean	Sunflower	Palm	TOTAL
Beginning stocks	**589**	**175**	**268**	**489**	**1.520**	**594**	**175**	**273**	**485**	**1.527**
Usable production	8.481	3.083	3.911	0	15.475	8.287	3.118	3.870	0	15.275
Imports (from third countries)	500	450	2.100	6.300	9.350	362	347	1.643	6.745	9.097
Total supply	**9.569**	**3.708**	**6.279**	**6.789**	**26.346**	**9.243**	**3.639**	**5.787**	**7.230**	**25.899**
Domestic use	8.676	2.533	5.405	6.104	22.719	8.313	2.440	4.851	6.520	22.124
Exports (to third countries)	300	1.000	600	200	2.100	339	1.024	666	222	2.250
Total use	**8.976**	**3.533**	**6.005**	**6.304**	**24.819**	**8.651**	**3.464**	**5.517**	**6.742**	**24.374**
Ending stocks	**594**	**175**	**273**	**485**	**1.527**	**591**	**175**	**270**	**489**	**1.525**

Balance sheets new marketing year 2020/21 (EU)

Main changes from the previous year:

- **Oilseeds**: EU production is modestly recovering from the poor 2019/20 marketing year, but still well below the 5- year average. Assuming no major weather disruptions (e.g. ongoing dry conditions), rapeseed production is up 1.2 million tonnes. In view of the recovery in production, forecast for rapeseed imports is lowered from the record highs that are expected for the 19/20 marketing year. Rapeseed use is lowered as well, taking into account the demand drop for biodiesel due to the COVID crisis.

- **Oilmeals**: In line with higher oilseeds production, total meal production is slightly up. Soya meals imports are down, as well as total use.

- **Vegetable oils**: production and consumption is decreased. Imports lowered for rapeseed, soya and sunflower and higher for palm oil.

Keep in touch

Market data at the EU Crops Market Observatory website:
https://ec.europa.eu/agriculture/market-observatory/crops

Thank you

The United Kingdom is no longer a Member State of the European Union, however where it is deemed relevant (e.g. for comparison purposes) an EU+UK aggregate are still displayed.