Oilseeds and Protein Crops market situation

Committee for the Common Organisation of Agricultural Markets

29 April 2021

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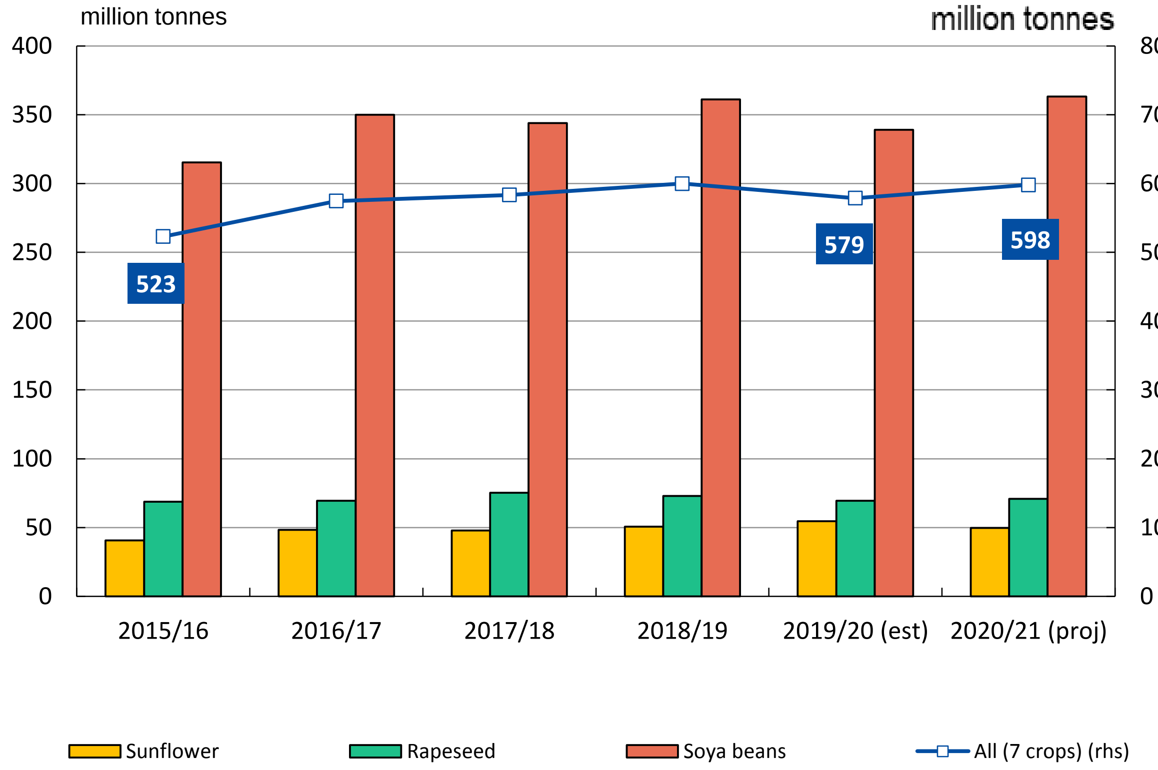
2020/21 World Oilseeds (USDA)

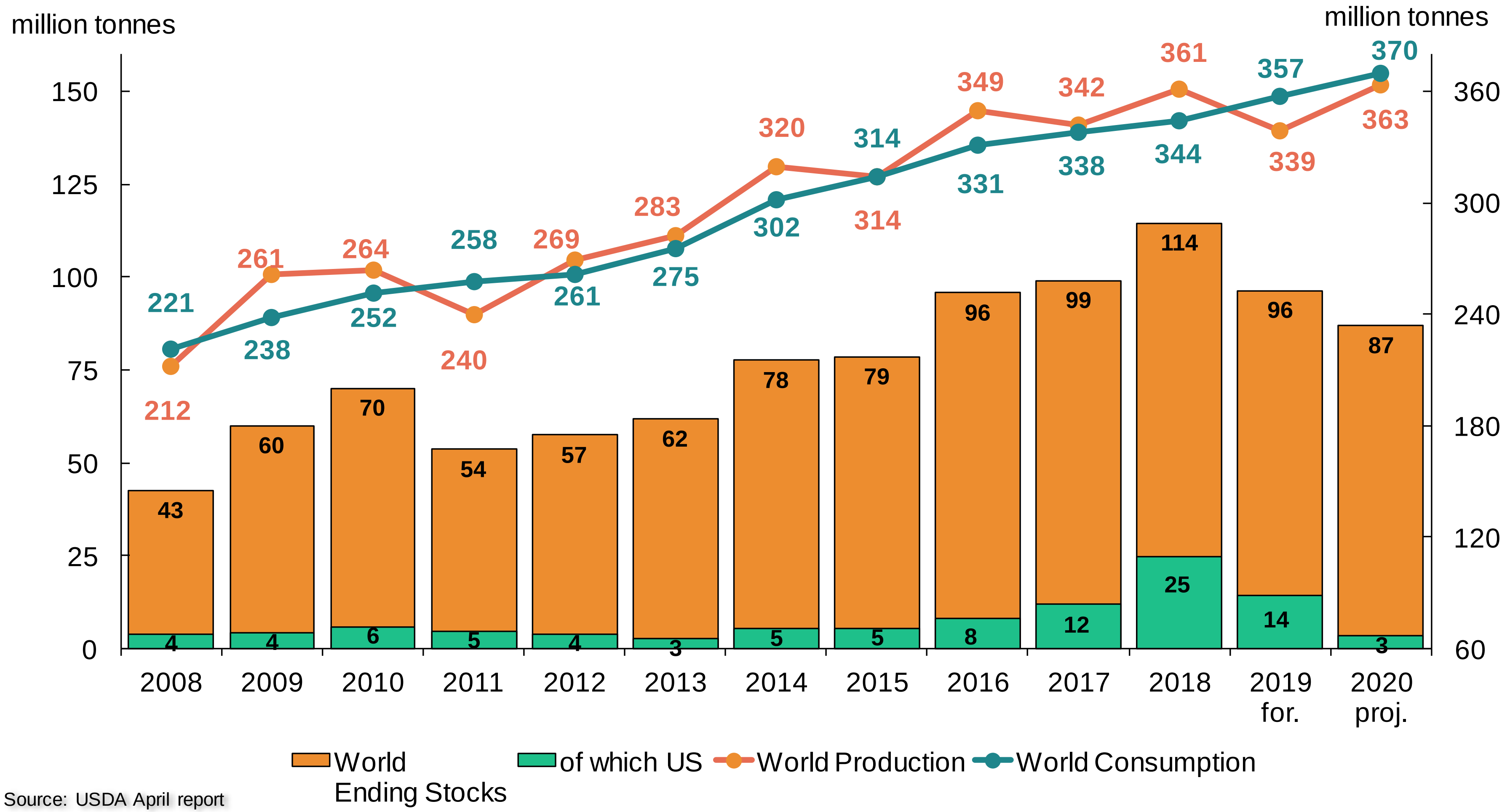


20/21 outlook (change from last month)

Total Oilseeds: 598 mt (+2,9)

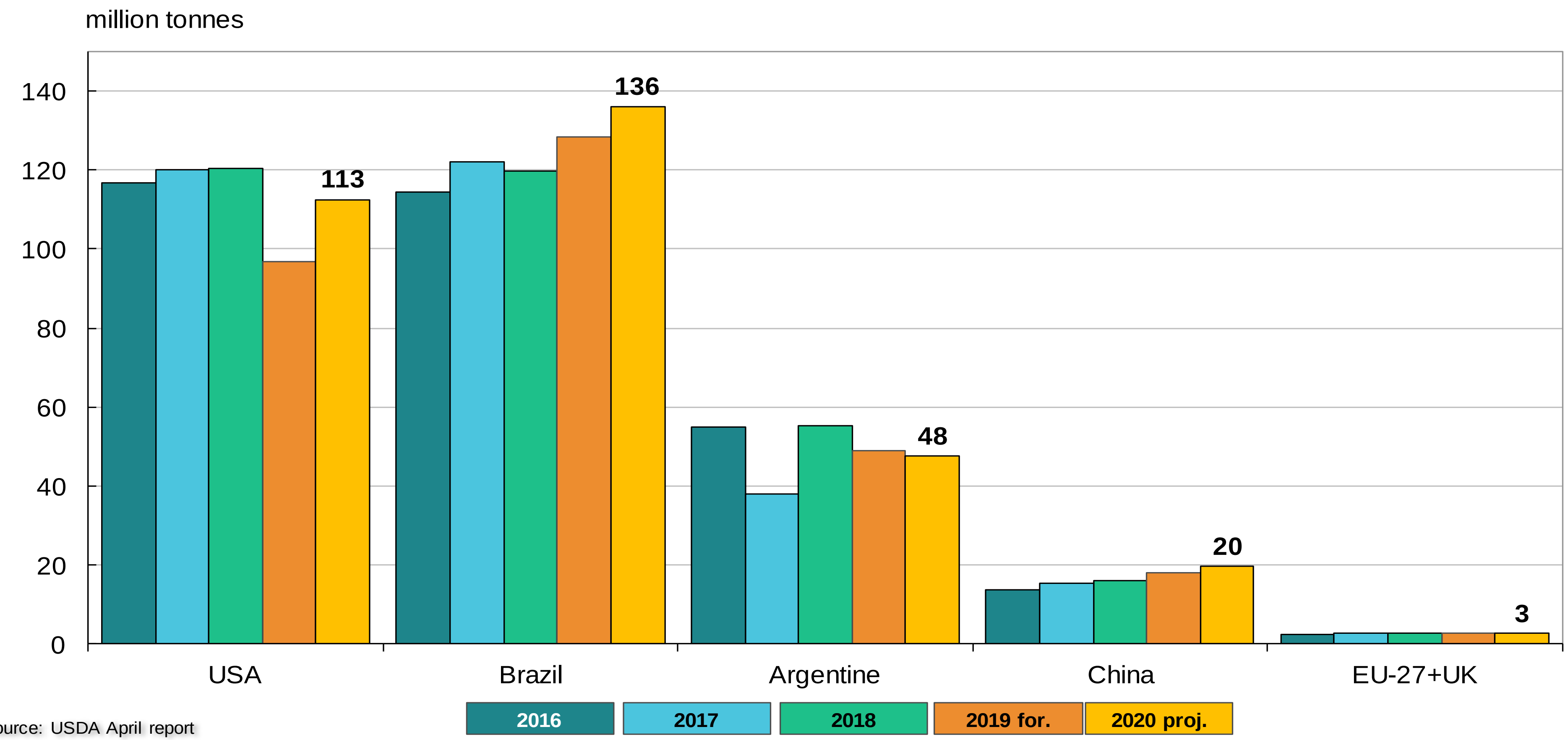
- Soya beans: 363 mt (+2,1)
- Rapeseed: 71 mt (+1,8)
- Sunflower: 50 mt (-0,5)

World soya: USDA



Source: USDA April report

USDA: soya beans production forecast



Source: USDA April report

World Oilseeds 2020/21: key messages

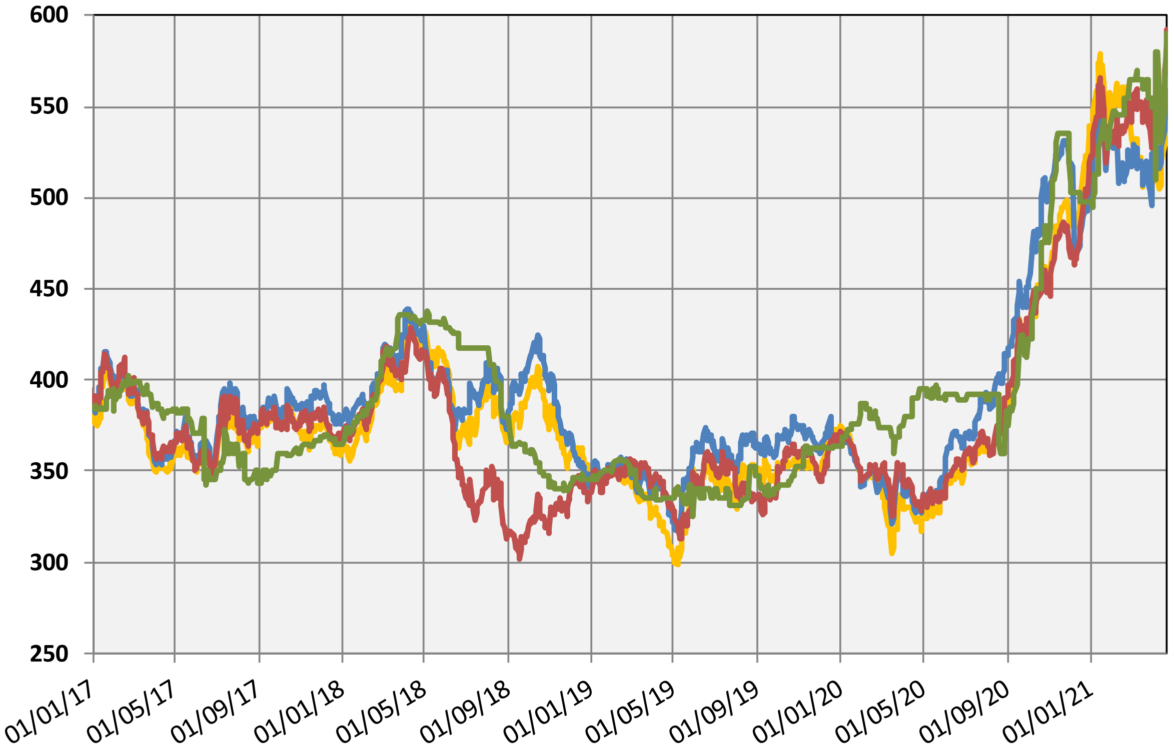
- Global **oilseed production** has slightly changed compared to previous month, at almost an output of 598 million tonnes, close to the 2018/19 record.

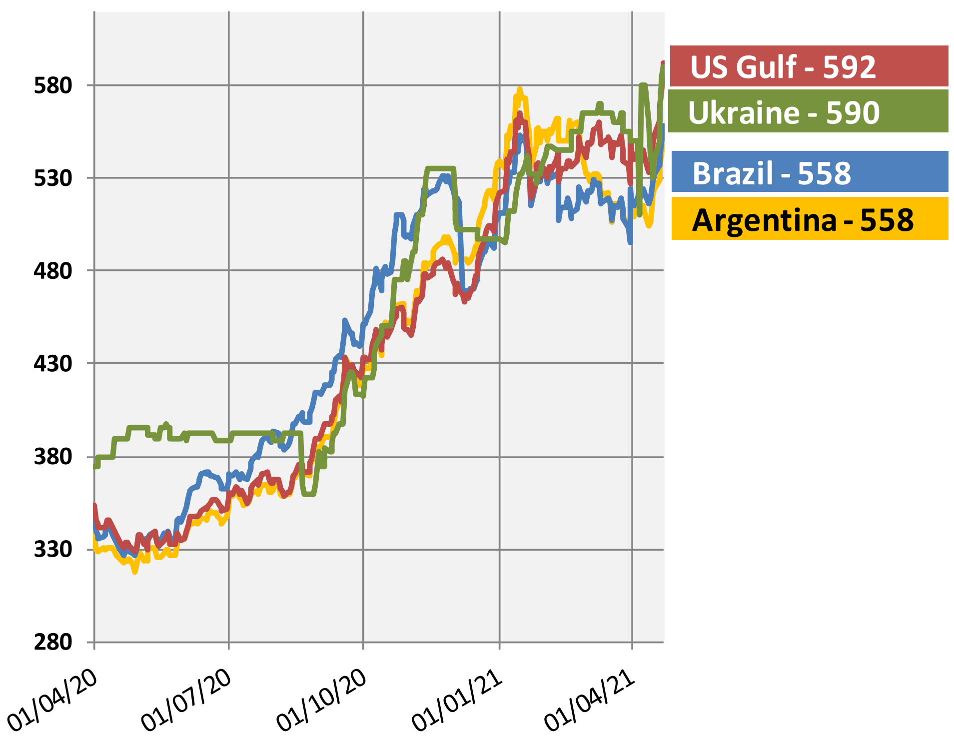
- Global **soya bean** production is at all time high of 363 million tonnes (+7,1% y/y). Demand from China is increasing. Brazil and Argentina catch up in the first 3 weeks of April their export delays of the previous months (up 30% on the year for Brazil compared to the same period of 2020).

- Global **rapeseed** production increased by 1 million tonnes (m/m) to 71 million tonnes, with Canada and EU as main producers.

- Global **sunflower** production is reduced at 50 million tonnes, with Ukraine and Russia the main producers, followed by the EU.

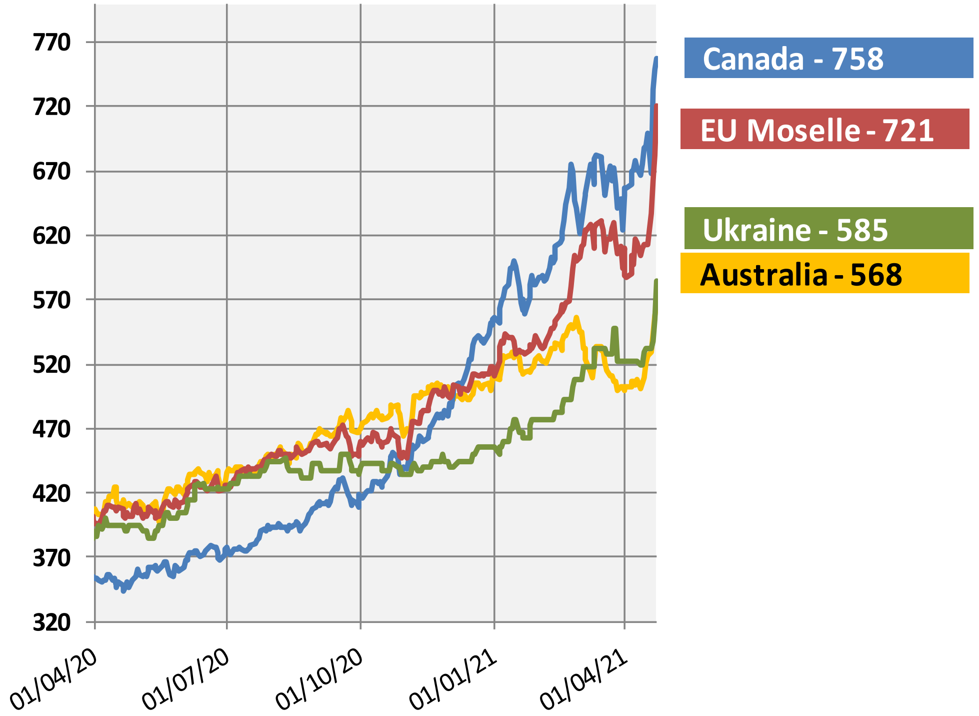
World export prices for soya beans – (USD/tonne)





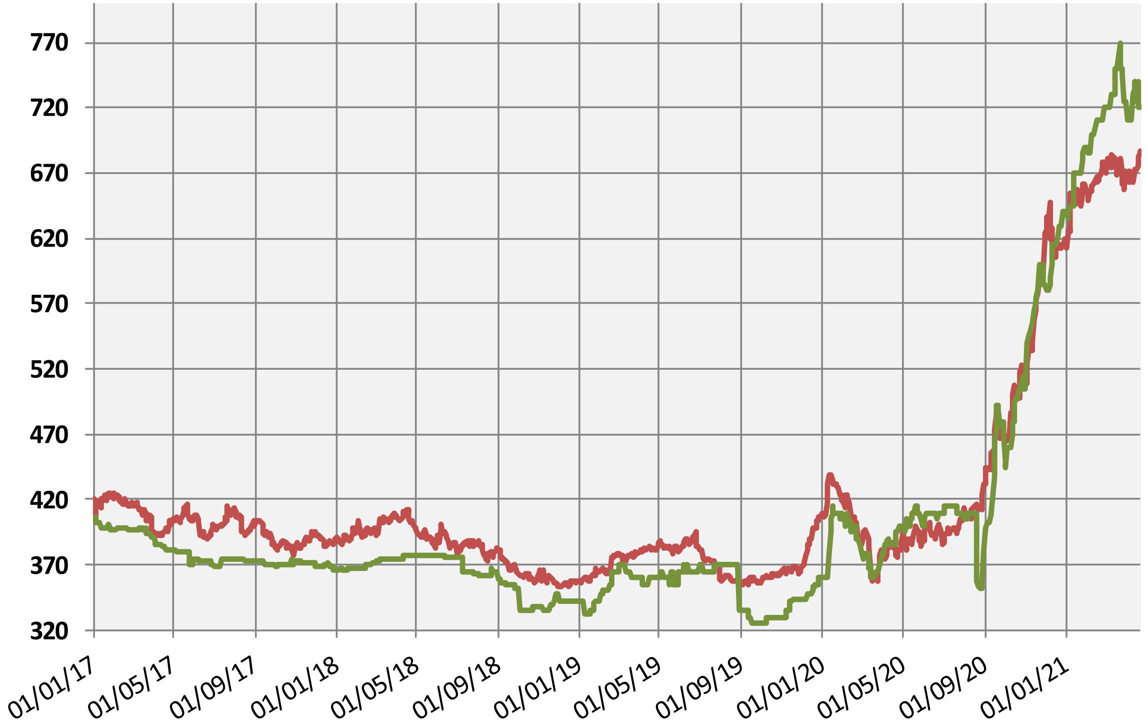
Source: International Grains Council

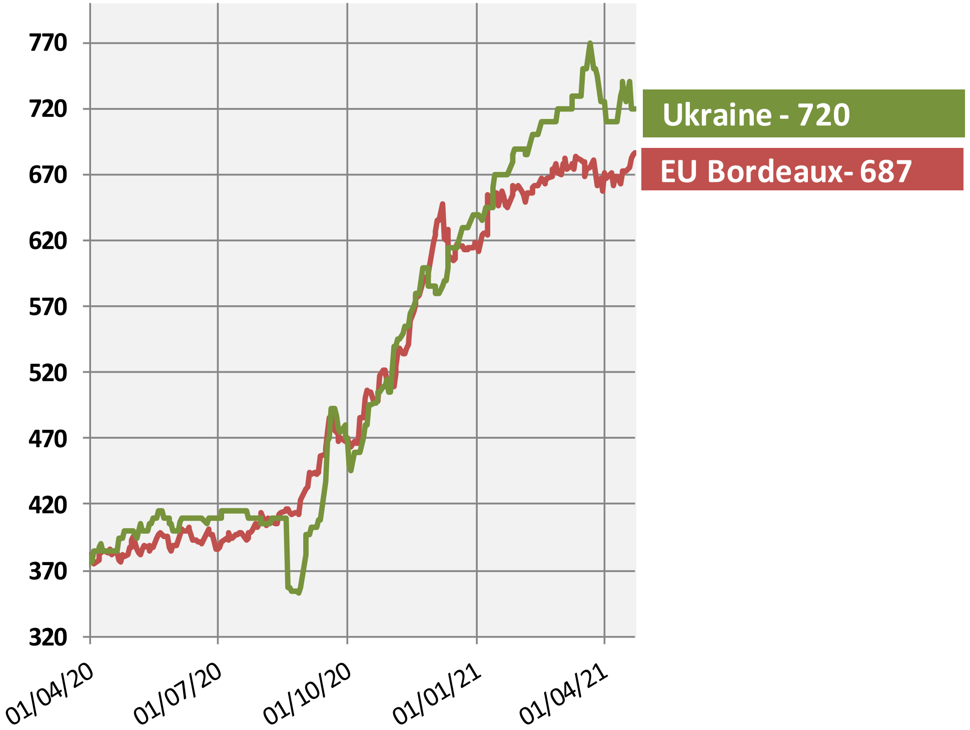
World export prices for rapeseed – (USD/tonne)



Source: International Grains Council

World export prices for sunflower – (USD/tonne)





Source: International Grains Council

World Oilseeds prices: key messages

- **Soya beans** prices are surging, with a strong demand especially from China. Brazilian prices increased by USD 50 due to tight supply to USD 558 per tonne.

- **Rapeseed** prices are increasing on low stock levels in the EU and Ukraine and Chinese demand. An increase by around USD 110 for Canada and by USD 115 for EU Mosel. However, Australia and Ukraine remain the cheapest origins with an increase by around USD 50.

- **Sunflower** seeds prices have increased to levels of around USD 687 for EU Bordeaux and decreased to USD 720 for Ukraine (for the latter due to export policy changes).

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EU oilseeds 2021/22 forecast

EU OILSEEDS AREA

(million hectares)

	5-year trimmed average	2020/21	2021/22 April	2021/22 vs. 2020/21 (%)	2021/22 vs. 5-y AVG (%)
Rapeseed	*5,77*	*5,17*	*5,16*	*-0,3*	*-10,6*
Sunflower	*4,26*	*4,45*	*4,54*	*2,1*	*6,6*
Soya Beans	*0,93*	*0,94*	*1,03*	*9,5*	*10,0*
TOTAL	**10,97**	**10,56**	**10,73**	**1,6**	**-2,2**

EU OILSEEDS PRODUCTION

(million tonnes)

	5-year trimmed average	2020/21	2021/22 April	2021/22 vs. 2020/21 (%)	2021/22 vs. 5-y AVG (%)
Rapeseed	*17,56*	*16,34*	*16,45*	*0,7*	*-6,3*
Sunflower	*9,70*	*8,88*	*10,87*	*22,4*	*12,1*
Soya Beans	*2,68*	*2,63*	*3,03*	*15,6*	*13,2*
TOTAL	**29,57**	**27,85**	**30,36**	**9,0**	**1,4**

Sources : EC - DG AGRI.

EU Oilseeds 2021/22: key messages

- Based on MS notifications, total oilseed **area** for 2021/22 slightly increased at 10.7 million hectares, with a small reduction in the area for rapeseed and an increase of soya beans and sunflower. The area of next harvest is expected to decline compared to five-year average by 2,2%. However, the total oilseeds area in 2021/22 is expected to slightly increase by 1,6%.

- Assuming good weather conditions during 2021/22 harvest, the **production** for all oilseeds is expected to increase compared to 2020/21 harvest by 9%. However, compared to five-year average this increase will be rather small.

EU protein crops 2021/22 forecast

EU PROTEIN CROPS AREA

(million hectares)

	5-year trimmed average	2020/21	2021/22 April	2021/22 vs. 2020/21 (%)	2021/22 vs. 5-y AVG (%)
Field peas	*0,84*	*0,83*	*0,86*	*4,6*	*3,1*
Broad beans	*0,47*	*0,45*	*0,46*	*1,8*	*-1,5*
Sweet lupins	*0,16*	*0,14*	*0,16*	*18,4*	*-0,3*
TOTAL	**1,47**	**1,41**	**1,48**	**5,0**	**1,3**

EU PROTEIN CROPS PRODUCTION

(million tonnes)

	5-year trimmed average	2020/21	2021/22 April	2021/22 vs. 2020/21 (%)	2021/22 vs. 5-y AVG (%)
Field peas	*2,06*	*2,04*	*2,19*	*7,7*	*6,6*
Broad beans	*1,20*	*1,30*	*1,21*	*-6,6*	*1,0*
Sweet lupins	*0,23*	*0,20*	*0,21*	*5,3*	*-5,8*
TOTAL	**3,50**	**3,54**	**3,62**	**2,3**	**3,5**

Sources : EC - DG AGRI.

EU Protein crops 2021/22: key messages

- The total protein crops **area** in 2021/22 is expected to increase compared to the current harvest (5% to +70 000 hectares). The area is now slightly above the five-year average (+1,3).

- The **production** is now estimated to be 2,3% above last year and 3,5% above the 5-years average, both the field peas and sweet lupins show an increase.

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Oilseeds balance sheet (EU)

OILSEEDS SUPPLY & DEMAND

(thousand metric tonnes)

last updated: 29/04/2021	2020/21 fc				2021/22 proj.			
	Rapeseed	Soya beans	Sunflower	TOTAL	Rapeseed	Soya beans	Sunflower	TOTAL
Beginning stocks	**1.500**	**1.500**	**900**	**3.900**	**500**	**1.100**	**700**	**2.300**
Usable production	16.343	2.626	8.881	27.850	16.455	3.034	10.871	30.360
Area (thousand ha)	5.172	938	4.448	10.558	5.159	1.027	4.541	10.727
Yield (tonnes/ha)	3,16	2,80	2,00	2,64	3,19	2,95	2,39	2,83
Imports (from third countries)	6.000	14.600	1.000	21.600	5.800	14.588	777	21.165
Total supply	**23.843**	**18.726**	**10.781**	**53.350**	**22.755**	**18.722**	**12.348**	**53.825**
Domestic use	23.143	17.426	9.581	50.150	22.055	16.811	10.904	49.771
of which crushing	*(22.340)*	*(15.380)*	*(8.467)*	*(46.188)*	*(21.287)*	*(14.826)*	*(9.648)*	*(45.761)*
Exports (to third countries)	200	200	500	900	100	231	553	884
Total use	**23.343**	**17.626**	**10.081**	**51.050**	**22.155**	**17.042**	**11.458**	**50.655**
Ending stocks	**500**	**1.100**	**700**	**2.300**	**600**	**1.680**	**890**	**3.170**
Change in stocks	-1.000	-400	-200	-1.600	100	580	190	870

Oilmeals balance sheet (EU)

OILSEED MEALS SUPPLY & DEMAND

(thousand metric tonnes)

last updated: 29/04/2021	2020/21 fc				2021/22 proj.			
	Rapeseed	Soya beans	Sunflower	TOTAL	Rapeseed	Soya beans	Sunflower	TOTAL
Beginning stocks	**50**	**340**	**100**	**490**	**50**	**342**	**100**	**492**
Usable production	12.734	12.150	4.657	29.541	12.133	11.713	5.306	29.153
Imports (from third countries)	500	16.300	2.700	19.500	445	16.680	2.987	20.113
Total supply	**13.284**	**28.791**	**7.457**	**49.531**	**12.629**	**28.736**	**8.394**	**49.758**
Domestic use	12.534	27.648	6.849	47.031	11.991	27.655	7.765	47.410
Exports (to third countries)	700	800	508	2.008	588	739	529	1.856
Total use	**13.234**	**28.448**	**7.357**	**49.039**	**12.579**	**28.394**	**8.294**	**49.267**
Ending stocks	**50**	**342**	**100**	**492**	**50**	**342**	**100**	**492**
Change in stocks	-	2	-	2	-	-1	-	-1

European Commission

Vegetable oils balance sheet (EU)

VEGETABLE OILS SUPPLY & DEMAND

(thousand metric tonnes)

last updated: 29/04/2021	2020/21 fc					2021/22 proj.				
	Rapeseed	Soya beans	Sunflower	Palm	TOTAL	Rapeseed	Soya beans	Sunflower	Palm	TOTAL
Beginning stocks	**594**	**175**	**273**	**485**	**1.527**	**591**	**175**	**270**	**489**	**1.525**
Usable production	9.159	3.076	3.556	0	15.792	8.728	2.965	4.052	0	15.745
Imports (from third countries)	400	400	2.000	6.900	9.700	454	419	2.017	7.000	9.890
Total supply	**10.153**	**3.651**	**5.830**	**7.385**	**27.019**	**9.773**	**3.560**	**6.339**	**7.489**	**27.160**
Domestic use	9.062	2.452	4.760	6.669	22.942	8.828	2.366	5.315	6.763	23.272
Exports (to third countries)	500	1.024	800	228	2.552	353	1.018	753	238	2.362
Total use	**9.562**	**3.476**	**5.560**	**6.897**	**25.494**	**9.181**	**3.385**	**6.068**	**7.001**	**25.634**
Ending stocks	**591**	**175**	**270**	**489**	**1.525**	**592**	**175**	**271**	**488**	**1.526**
Change in stocks	-2	-	-3	3	-2	1	-	1	-1	1

European Commission

Protein crops balance sheet (EU)

PROTEIN CROPS SUPPLY & DEMAND

(thousand metric tonnes)

last updated 25/03/2021	2021/22 projections								
	Peas	Broad beans	Sweet lupins	Chick peas	Lentils	Other dry pulses	TOTAL	TOTAL 20/21	Change 20/21
Beginning stocks	-	-	-	-	-	-	-	-	-
Usable production	2.203	1.204	226	207	134	532	4.505	4.284	5,2%
Imports	588	87	166	156	248	368	1.613	1.732	-6,9%
Total supply	**2.790**	**1.291**	**392**	**363**	**382**	**900**	**6.118**	**6.016**	**1,7%**
Domestic use	2.570	1.008	392	339	376	872	5.557	5.471	1,6%
- Food	*(865)*	*(156)*	*(4)*	*(339)*	*(376)*	*(517)*	*(2.257)*	*(2.195)*	*2,8%*
- Feed	*(1.705)*	*(852)*	*(388)*	*(0)*	*(0)*	*(355)*	*(3.299)*	*(3.275)*	*0,7%*
Exports	220	283	0	24	6	28	562	545	3,0%
Total Use	**2.790**	**1.291**	**392**	**363**	**382**	**900**	**6.118**	**6.016**	**1,7%**
Ending stocks	-	-	-	-	-	-	-	-	-
Change in stocks	-	-	-	-	-	-	-		

sources: EC - DG AGRI

Balance sheets 2021/22 (EU)

Changes from March

- **Oilseeds:** in 2021/22 the production is expected to increase compared to 2020/21, due to significant increase in soya beans and sunflower oils. Therefore, imports were revised downward by around 435 000 tonnes.
- **Oil meals**: increase of meals imports by around 610 000 tonnes (for soya and sunflower meal), due to lower soya beans and rapeseed imports. As a consequence the crushing production declined by 427 000 tonnes. We expect the feed consumption to increase by 380 000 tonnes.
- **Vegetable oils**: production of sunflower oil is increasing by 495 000 tonnes.
- **Protein crops**: all protein crops increased production compared to last year, which will result in lower imports (-6,9%).

European Commission

Thank you & Keep in touch

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