

Global Supply and Demand Outlook of Oilseeds, Oils and Oilmeals

Presentation at US Soya Buyers Conference Nov 18 and 19, 2020

Thomas Mielke, ISTA Mielke GmbH, Oil World,
Global Market Research on Oilseeds, Oils and Meals

Feel free to contact me for assistance at <thomas.mielke@oilworld.biz>

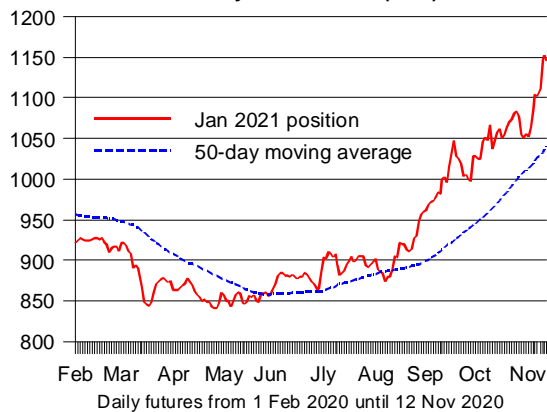


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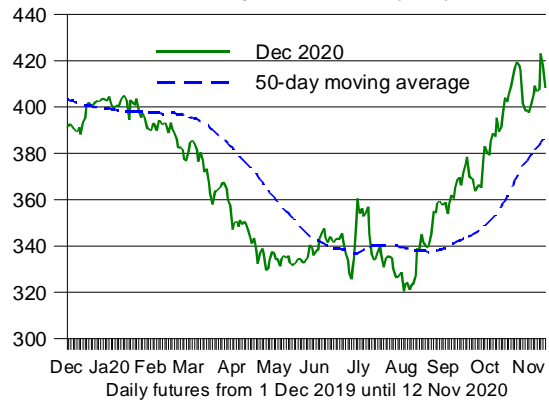
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CBOT: Soybean Futures (c/bu)



CBOT : Daily Corn Futures (c/bu)



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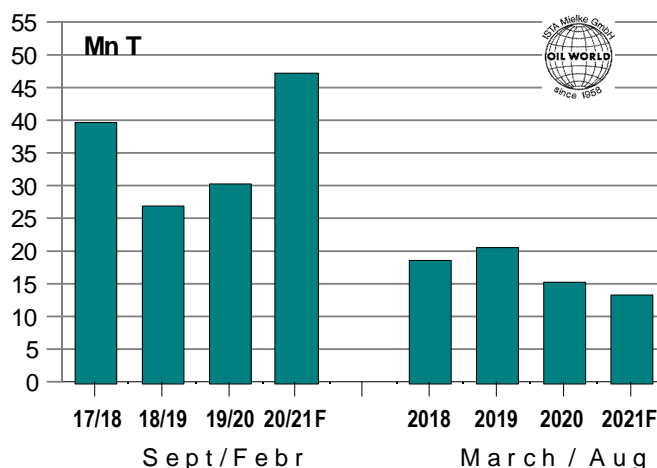
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Dependence on US Soybeans Record-High in 2020/21

U.S.A.: Exports of Soybeans



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SOYBEANS : World Exports (Mn T)

	Sept / Aug			Sept/Dec	
	20/21F	19/20	18/19	2020	2019
Argentina	7.71*	11.41	7.63	.30*	4.99
Brazil	82.17*	92.53	74.84	8.17*	17.90
Paraguay	7.00*	5.72	5.39	1.69*	.50
Uruguay	2.56*	2.48	2.60	.43*	.65
Subtotal	99.44*	112.14	90.46	10.59*	24.04
U.S.A.	60.50*	45.69	47.83	36.82*	22.31
Canada	3.93*	3.58	5.64	2.61*	1.98
Russia	1.20*	1.32	.81	.39*	.42
Ukraine	2.15*	2.63	2.53	1.31*	1.80
Oth. c'tries	1.64*	1.60	1.31	.55*	.49
World	168.86*	166.96	148.58	52.27*	51.04

In Sept/Dec 2020 the shortfall in South American exports is 13-14 Mn T

must be compensated by US soybeans



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CHINA, P.R. : Soybean Supply & Demand (Mn T)

	20/21F	September / August			
		19/20	18/19	17/18	16/17
Open'g stocks	16.40*	9.70*	14.43*	14.00*	10.10*
Crop.	17.90*	15.97	14.34*	16.66	11.71
Imports	99.00*	96.87	82.42	94.20	92.58
Exports . . . . .	.12*	.09	.12	.13	.12
Crushings	97.70*	90.30	86.50	95.80	86.37
Other use.	16.78*	15.75*	14.87*	14.50*	13.90*
End'g stocks	18.70*	16.40*	9.70*	14.43*	14.00*

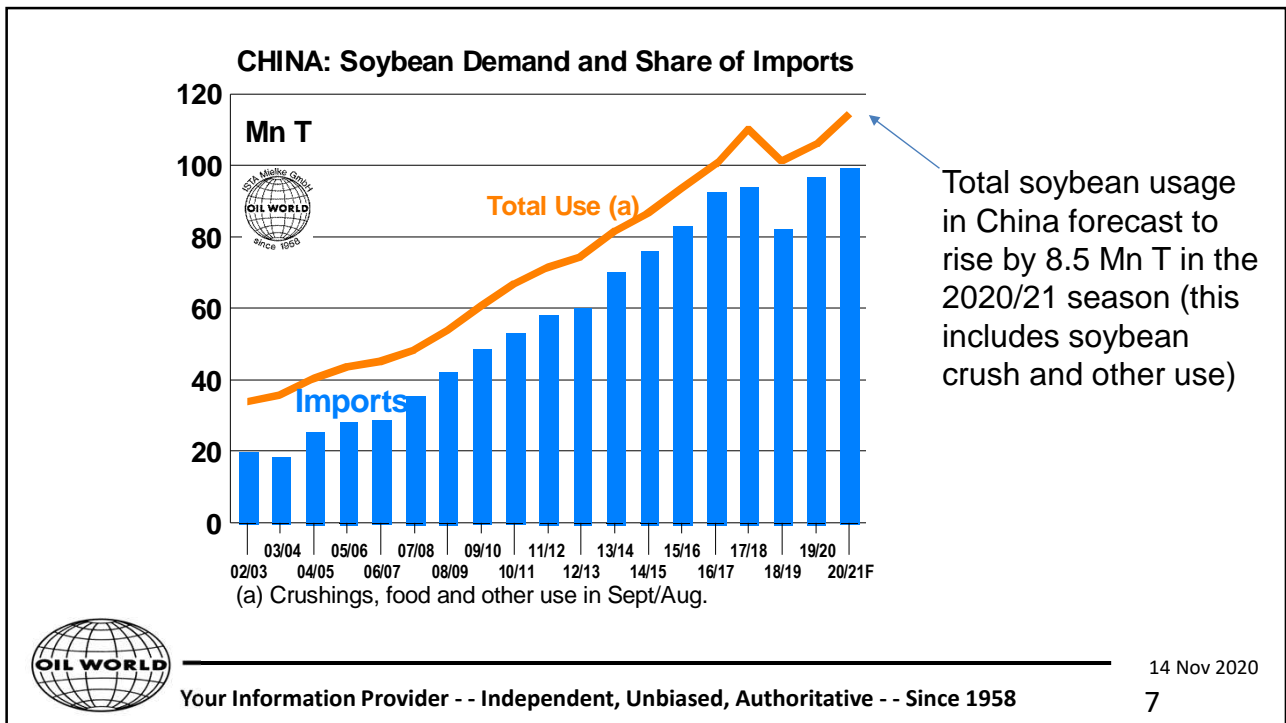
We at Oil World estimate a sharp increase in Chinese soybean crushings by 7.4 Mn T this season



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The pork sector is recovering from the crisis caused by ASF.

Production of pork in China (change from a year earlier):
 Jan/June 2019: -6%
 Jul/Dec 2019: -36%

Jan/June 2020: -19%
 Jul/Dec 2020: +10%

Further growth ahead in 2021

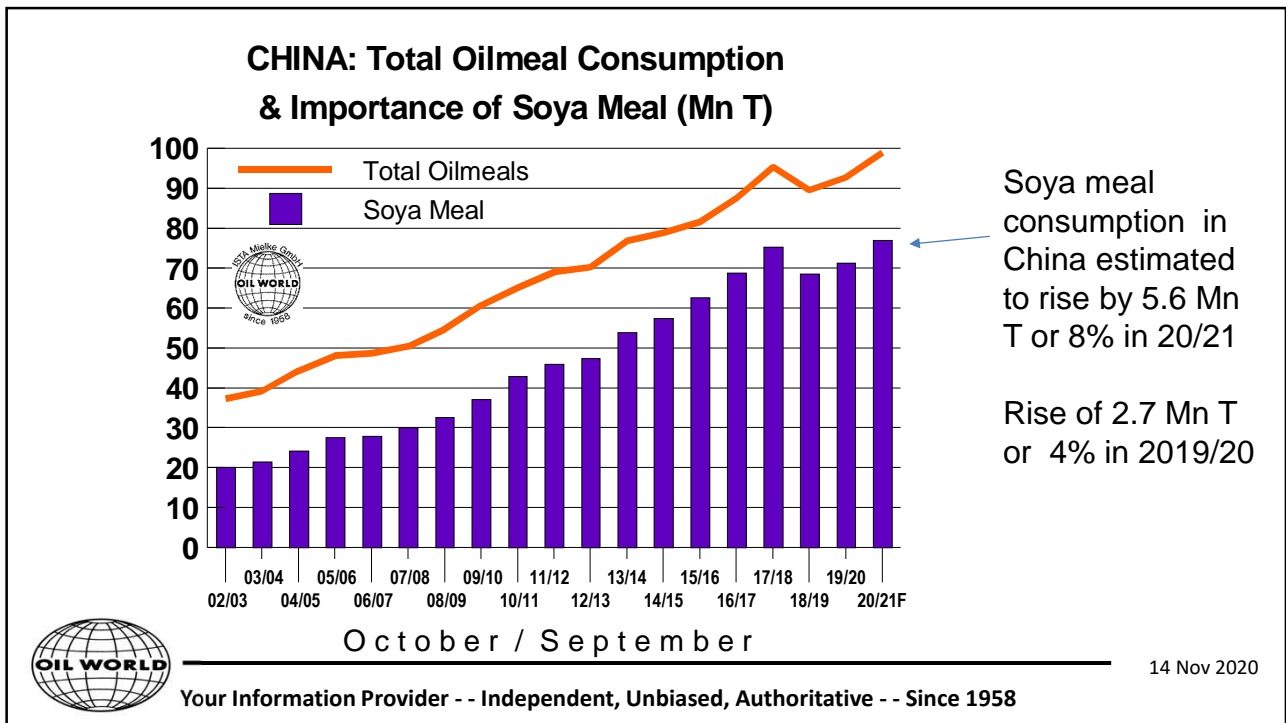
CHINA : Supply & Demand of 12 Oilmeals (Mn T)				
	October/September			
	20/21F	19/20	18/19	17/18
Production ..	95.69*	89.39	85.99	94.79
Soya meal ..	78.28*	72.50	68.44	76.94
Rape meal ..	4.50*	4.21	4.95	5.36
Imports	6.40*	6.31	5.15	3.65
Soya meal ..	.04*	.05	.02	.02
Sunfl. meal ..	2.10*	2.05	1.28	.21
Rape meal ..	1.80*	1.91	1.44	1.26
Exports	2.84*	2.62	2.52	2.62
Soya meal ..	1.17*	.99	.91	1.18
Stock Change	+.29*	+.25	-.97	+.40
Consumption	98.96*	92.83	89.59	95.42
Soya meal ..	76.90*	71.26	68.55	75.36



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CHINA, P.R. : Imports of 6 Major Oils (Mn T)

October / September

	20/21F	19/20	18/19	17/18
Soya oil . . . .	.53*	1.00	.78	.48
Sunflower oil	1.55*	1.75	1.03	.78
Rapeseed oil	1.80*	1.94	1.51	1.07
Palm oil	6.66*	6.84	6.89	5.42
2 Lauric oils .	.94*	.93	1.07	.84
Total	11.48*	12.46	11.28	8.59

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The Global Soybean Outlook

SOYBEANS : World Supplies (Mn T)				
	20/21F	19/20	18/19	17/18
Opening stocks	97.10	111.00	93.42	93.77
Production	361.75*	338.30	360.99	343.25
N. Hemisphere	166.57*	144.53	169.60	168.58
<i>Russia&Ukraine</i>	8.10*	9.20	8.83	8.12
<i>Canada</i>	6.14	6.15	7.42	7.72
<i>U.S.A.</i>	113.50	96.67	120.51	120.07
S. Hemisphere	198.18*	193.77	191.39	174.67
<i>Argentina</i>	49.50*	49.60*	54.30	34.80
<i>Brazil</i>	131.00*	126.50*	120.75	123.38
<i>Paraguay</i>	10.00*	10.55	8.52	9.95
Total supply	458.85*	449.30	454.41	437.02
	+9.55*	-5.11	+17.39	+15.76



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U.S.A.: Soybean Supply & Demand Balance (Mn T)

	September / August				
	20/21F	19/20	18/19	17/18	16/17
Op. stocks . . .	14.25	24.74	11.92	8.21	5.35
Crop	113.50	96.67	120.51	120.07	116.93
Imports . . . . .	.57*	.45	.42	.62	.63
Exports	60.50*	45.69	47.83	58.23	59.07
Crushings	59.87*	58.91	56.93	55.93	51.74
Other use	2.94*	3.02	3.35	2.82	3.89
End. stocks . .	5.00*	14.25	24.74	11.92	8.21
<i>Stocks/usage</i>	4.1%	13.2%	22.9%	10.2%	7.2%



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Production deficit in soybeans in the 2nd consecutive year

Stocks declining

S. American weather the major uncertainty to watch

SOYBEANS : World Supply and Demand (Mn T)				
	20/21F	19/20	18/19	17/18
Opening stocks	97.10	111.00	93.42	93.77
Production	361.75*	338.30	360.99	343.25
Total supply	458.85*	449.30	454.41	437.02
Crush	321.17*	309.09	301.76	302.90
Other use	43.75*	43.11	41.65	40.70
Ending stocks	93.93*	97.10	111.00	93.42
U.S.A Aug 31	5.00*	14.25	24.74	11.92
Argentina Aug 31	36.50*	33.20*	32.90*	23.60*
Brazil Aug 31	23.85*	22.45*	36.08*	35.42*
Stocks/usage	25.7%	27.6%	32.3%	27.2%


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Significant Weather and Crop Uncertainties in S. America

	January / December			Jan / Aug		Sept / Dec	
	2021F	2020	2019	2021F	2020	2020	2019
Op'g.stocks	.60*	3.17*	2.50*	.60*	3.17*	22.45*	36.08*
Crop	131.00*	126.50*	120.75*	131.00*	126.50*	-	-
Imports . . . .	.70*	1.00*	.14	.42*	.48	.52*	.03
Exports	83.00*	82.80*	74.07	74.00*	74.63	8.17*	17.90
Crushings . . .	45.00*	44.50*	43.45	31.67*	31.17p	13.33*	14.17
Other use . . .	2.80*	2.77*	2.70*	1.90*	1.89*	.88*	.87*
End. stocks	1.50*	.60*	3.17*	24.45*	22.45*	.60*	3.17*

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ARGENTINA : Soybean Supply & Demand (Mn T)

	Apr / Aug			Sept/Mar	
	2021F	2020	2019	20/21F	19/20
Open.stock	13.20*	7.00*	3.90*	33.20*	32.90*
Crop	49.50*	49.60*	54.30*	-	-
Imports	2.85*	2.69	2.04	2.55*	1.81
Exports	7.17*	6.23	5.08	.54*	5.18
Crushings	20.32*	18.31	20.72	19.89*	20.47
Other use	1.56*	1.55*	1.54*	2.12*	2.06*
End. stock	36.50*	33.20*	32.90*	13.20*	7.00*



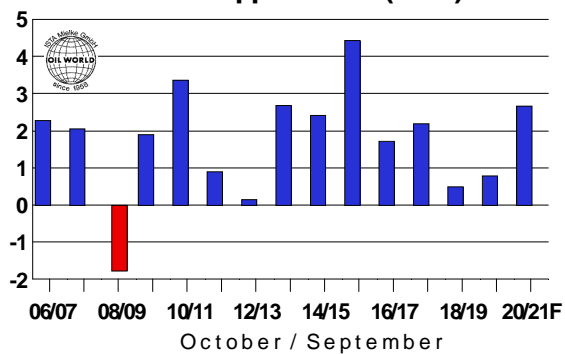
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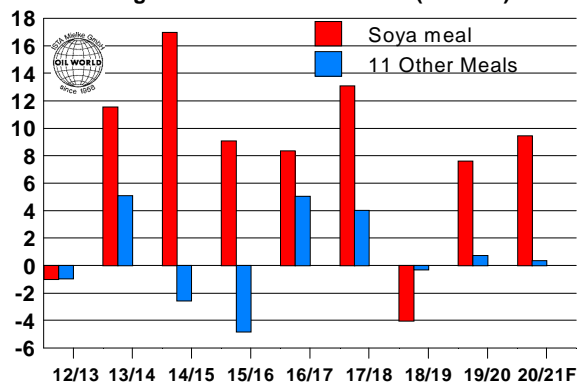
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Increasing Dependence on Soya Oil and Meal Worldwide

SOYA OIL : Annual Change in World Disappearance (Mn T)



12 OILMEALS : World Production Change from Previous Season (in Mn T)



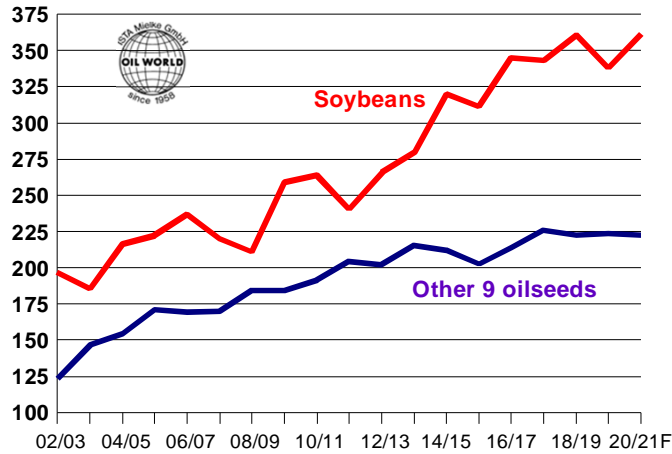
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Global Supplies of Other Veg. Oils and Oilmeals Insufficient

10 Oilseeds: World Production (Mn T)



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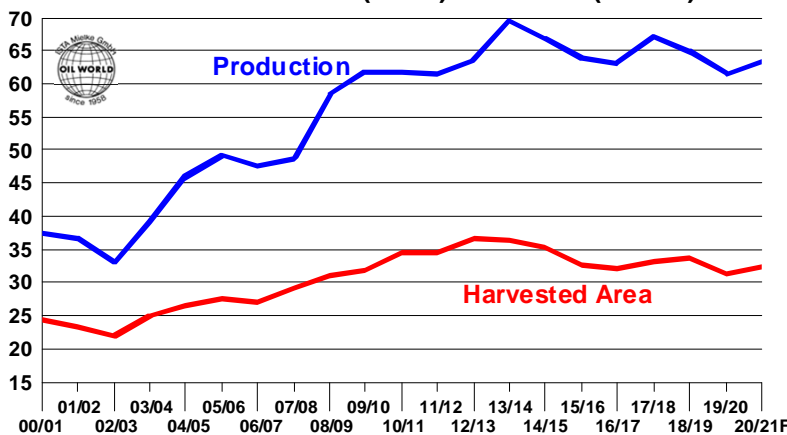
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RAPSEED & CANOLA

World Production (Mn T) and Area (Mn ha)



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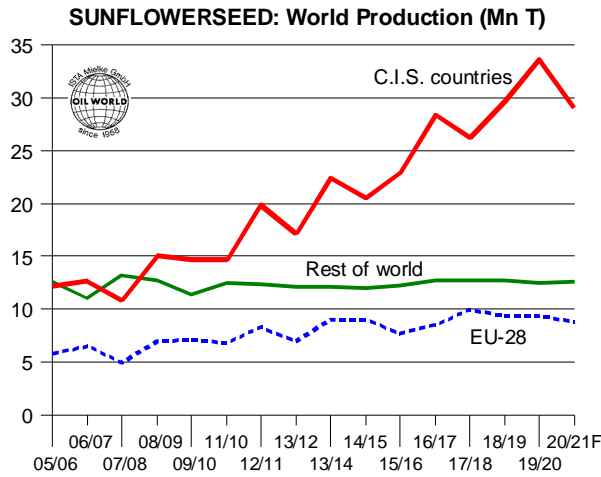
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Big Supply Losses in Sunflower Complex

Drought in July/Sept 2020 severely damaged sunflowerseed in the Black Sea region

World production falling by 5.2 Mn T in 2020/21.
Russia -2.4 Mn
Ukraine -2.0 Mn

World production of sun oil -2.6 and meal -1.6 Mn



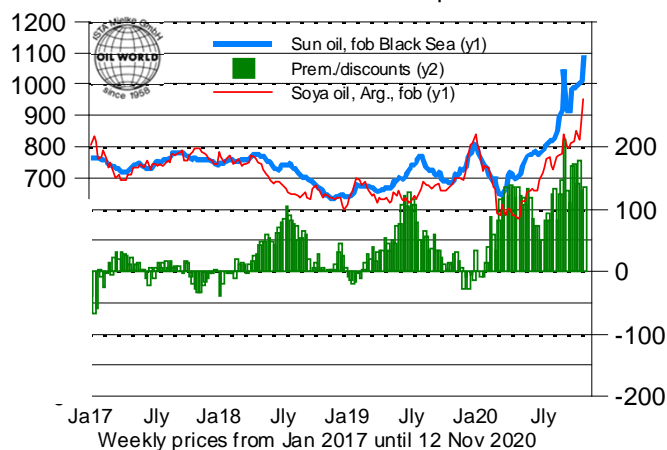
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Vegetable Prices at 6-Year High in Nov 2020

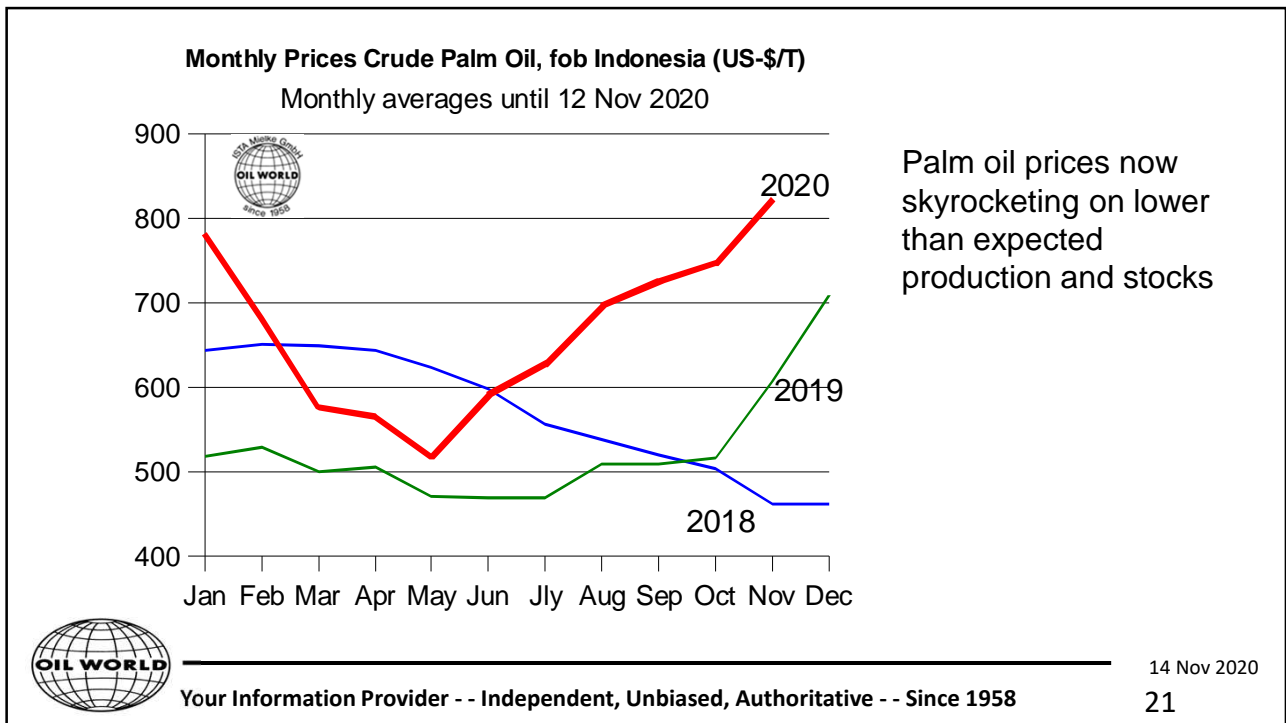
Weekly Prices of Sun Oil & Soya Oil (US-\$/T)
For nearest forward shipment



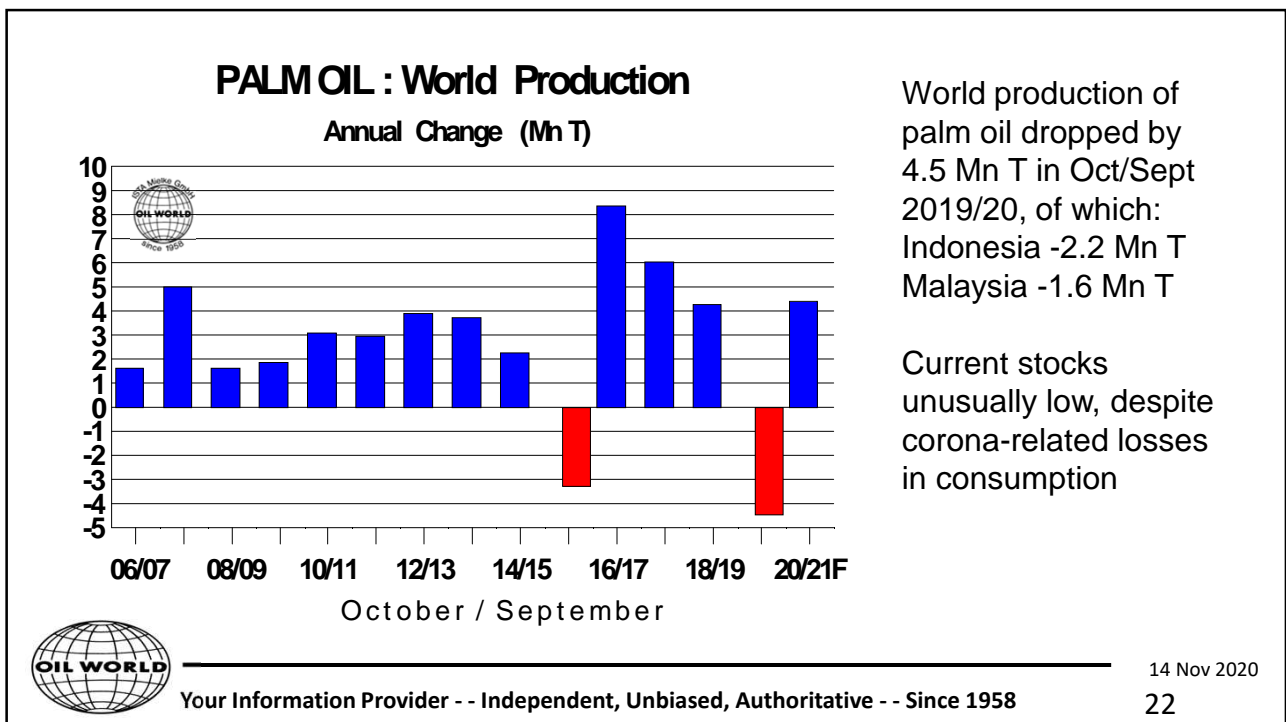
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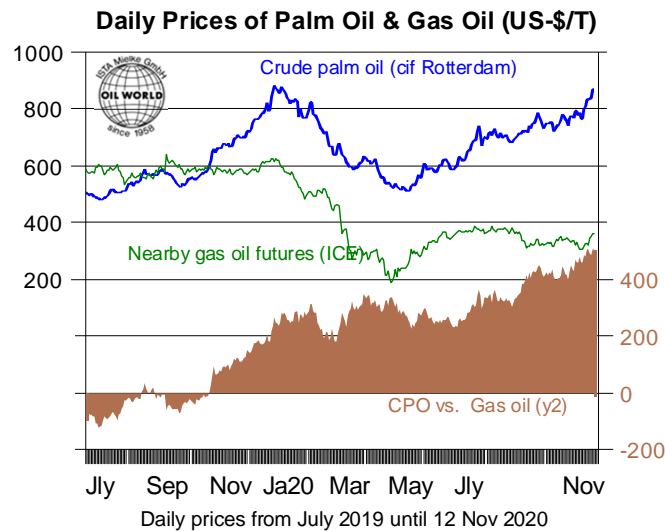


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Competitiveness of Palm Oil in the Energy Market Deteriorated



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BIODIESEL (a) : World Production (Mn T)

	January/December			
	2020F	2019	2018	2017
EU-28	14.30*	15.08	14.49	14.20
U.S.A.	7.53*	7.35	7.20	6.15
Argentina..	1.24*	2.15	2.43	2.87
Brazil	5.63*	5.16	4.68	3.75
Colombia..	.51*	.58	.57	.54
Singapore..	1.65*	1.75	1.35	1.30*
Indonesia..	7.10*	7.48	5.37	2.97
Malaysia ..	.90*	1.42	1.09	.72
Thailand..	1.45*	1.55	1.32	1.15*
Oth. cties..	3.09*	3.40	3.23	2.99
Total	43.40*	45.92	41.73	36.64
Change in (Mn T)	-2.52*	+4.19*	+5.09	+2.13

Feedstocks in 2020:

Soya oil 10.9 Mn T (19% of total global usage)

Palm oil 16.4 Mn T (22%)

Rapes. oil 6.2 Mn T (25%)

Tallow 2.9 Mn T (29%)

Used cooking oil 4.7 Mn T



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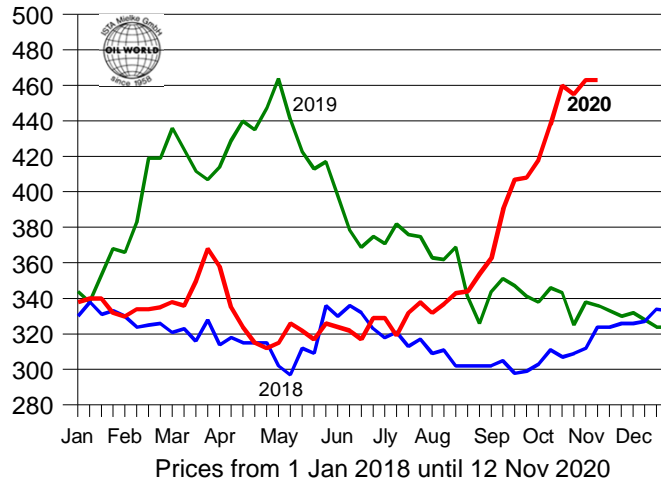


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Concluding Statements

Weekly Prices of Soya Pellets, 47% Arg., fob (US-\$/T)

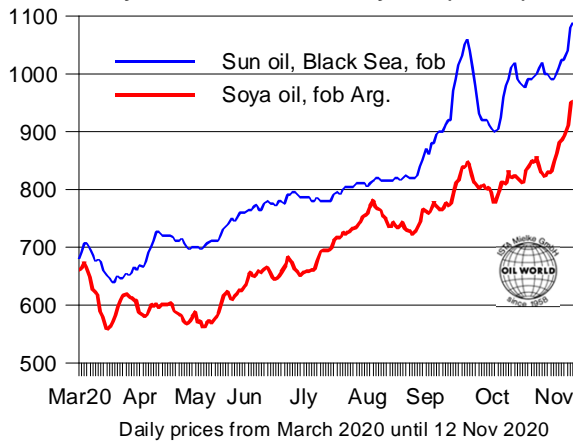


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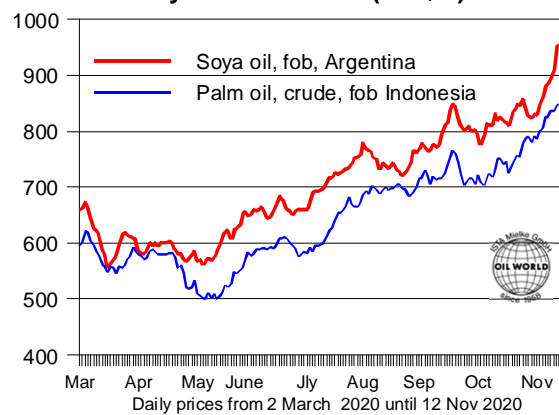
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Daily Prices of Sun Oil & Soya Oil (US-\$/T)



Daily Prices of 2 Oils (US-\$/T)



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8 VEGETABLE OILS: World Balance (Mn T)					
	October / September				
	20/21F	19/20	18/19	17/18	16/17
Op'g stocks	27.58*	28.93	28.91	25.08	24.15
Production	202.40*	197.05*	199.18	194.57	183.29
<i>Change</i>	<i>+2.7%</i>	<i>-1.1%</i>	<i>+2.4%</i>	<i>+6.2%</i>	<i>+8.2%</i>
Imports	89.16*	88.36*	89.52	81.79	81.43
Exports	89.14*	88.06*	89.82	82.68	82.28
Consumption	202.00*	198.70*	198.85	189.86	181.51
<i>Change</i>	<i>+1.7%</i>	<i>-0.1%</i>	<i>+4.7%</i>	<i>+4.6%</i>	<i>+3.5%</i>
End'g stocks	28.00*	27.58*	28.93	28.91	25.08
Stocks/use ratio	13.9%	13.9%	14.5%	15.2%	13.8%

For the first time, world consumption declined in 2019/20 (partly due to corona)

Vegetable oils stocks very low. (Exception is China)



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More market info required? You may get in touch with me
Thomas.Mielke@oilworld.biz
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