

Arable Crops market situation

Civil Dialogue Group – Cereals, Oilseeds and Protein Crops

6 March 2020

Cereals

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World market

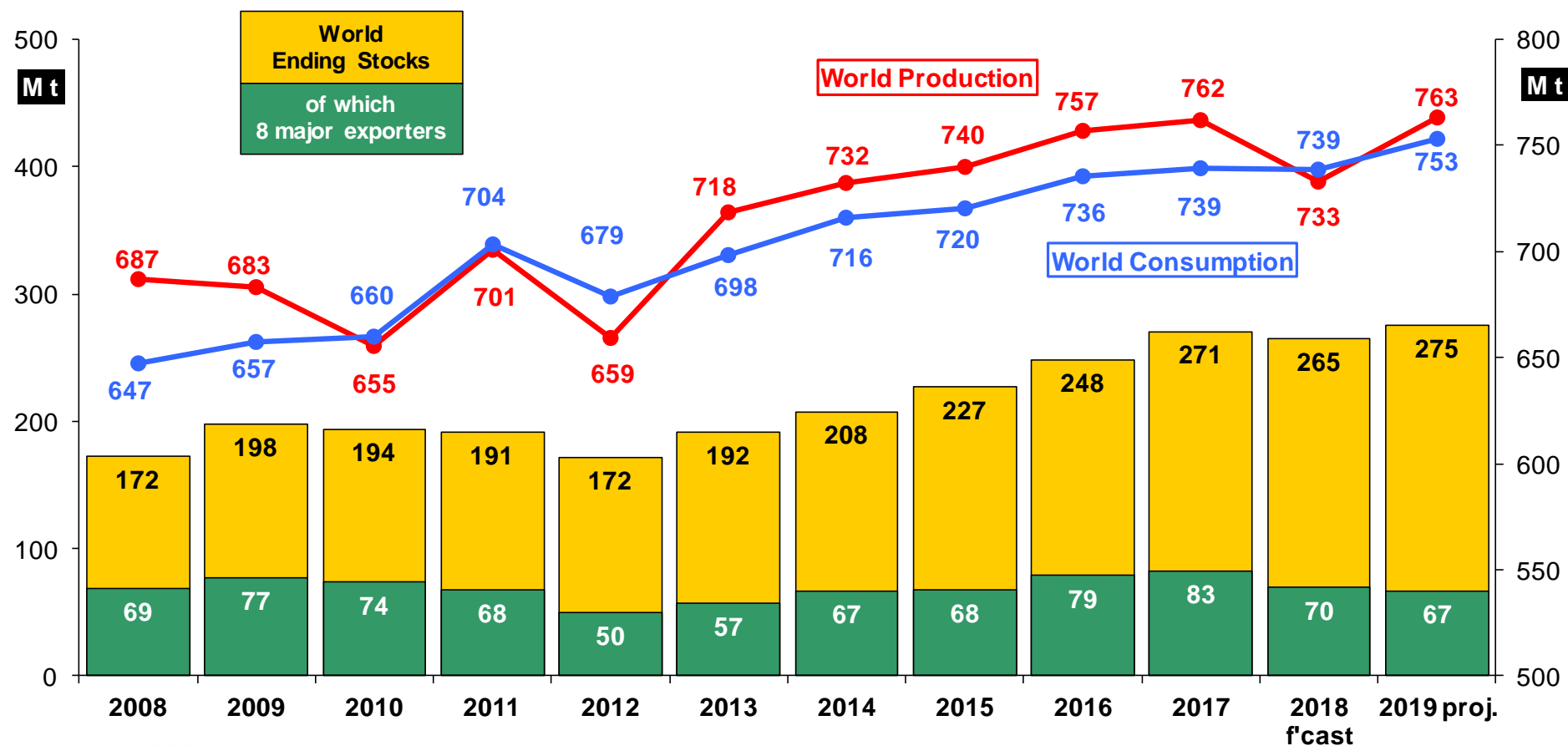


EU+UK production and prices



S&D balance sheets

World wheat: IGC



Summary of the IGC Grain Market Report

(GMR 507 of 27/02/2020)

Outlook for 2019/20

Wheat production in selected countries (all wheat; million tonnes)

	16/17	17/18	18/19 (estimate)	19/20 (forecast)	m/m change (m t)	y/y change
EU-28	144.2	151.4	137.7	155.9	+0.4	+13.3%
USA	62.8	47.4	51.3	52.3	-	+1.9%
Canada	32.1	30.4	32.2	32.3	-	+0.5%
Russia	72.5	85.1	71.7	73.5	-	+2.5%
Ukraine	26.8	27.0	25.1	29.0	-	+15.7%
Australia	31.8	20.9	17.3	15.2	-0.7	-12.3%
China	133.3	134.3	131.4	133.6	-	+1.6%
India	86.0	98.5	99.7	103.6	+1.4	+3.9%
World	756.9	761.8	733.0	763.2	+2.1	+4.1%

Summary of the IGC Grain Market Report

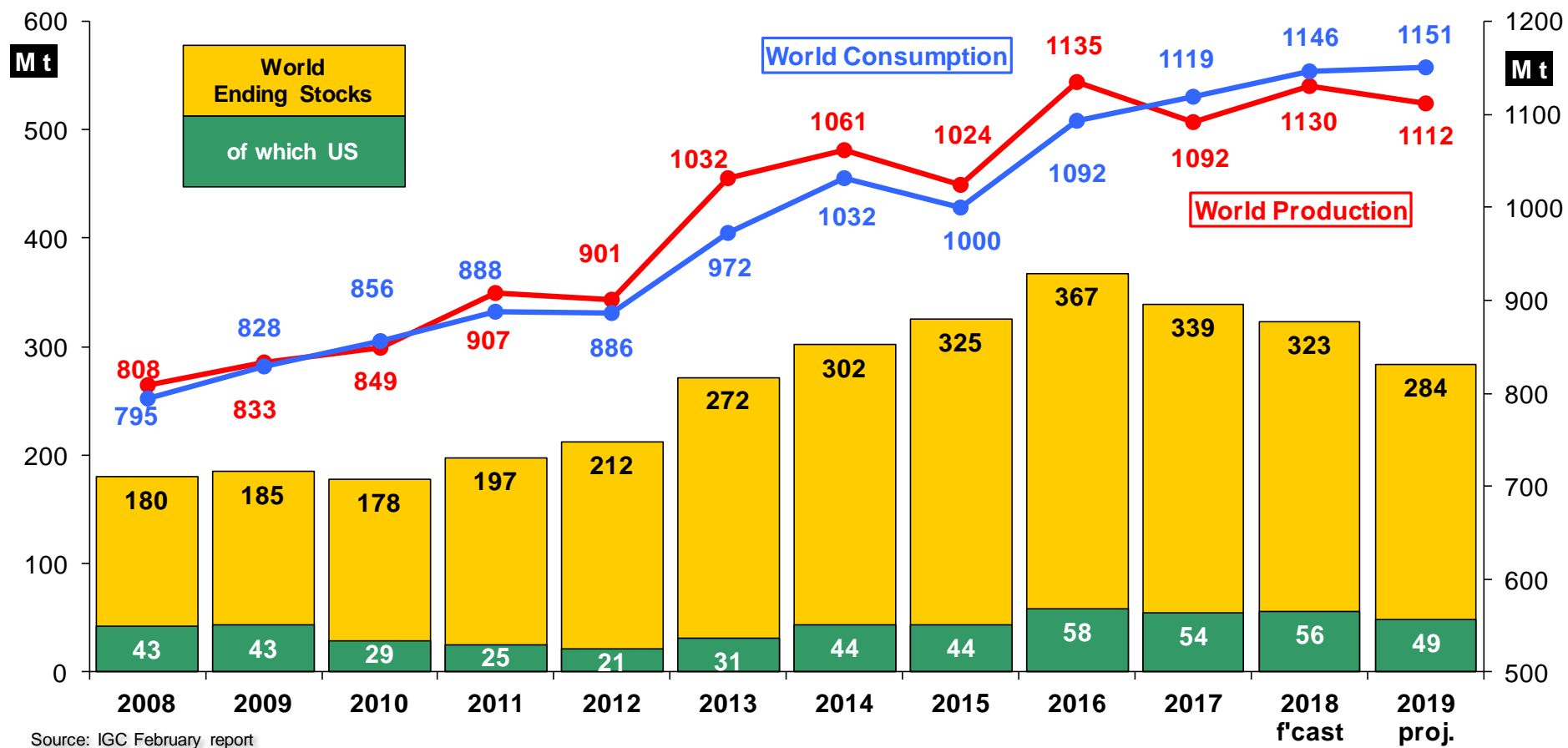
(GMR 507 of 27/02/2020)

Wheat harvested area 2020/21

Wheat harvested area in selected countries (all wheat; million hectares)

	17/18	18/19 (estimate)	19/20 (forecast)	20/21 (projection)	y/y change (m ha)	y/y change
EU-27 (2020/21) <i>EU-27 + UK to 2019/20</i>	25.9	25.5	26.1	23.7	-2.4 <i>on EU-27 basis*</i>	-2.5%*
USA	15.2	16.0	15.0	15.4	+0.4	+2.3%
Canada	9.0	9.9	9.7	10.0	+0.3	+3.6%
Russia	27.3	26.3	27.2	27.9	+0.7	+2.6%
Ukraine	6.6	6.7	7.1	6.9	-0.2	-2.8%
Australia	10.9	10.2	10.1	11.0	+0.9	+8.8%
China	24.5	24.3	23.7	23.7	-0.0	-0.1%
India	30.8	29.6	29.9	33.6	+3.7	+12.6%
World	218.0	214.8	216.9	221.4	+4.5	+2.1%

World maize: IGC



Summary of the IGC Grain Market Report

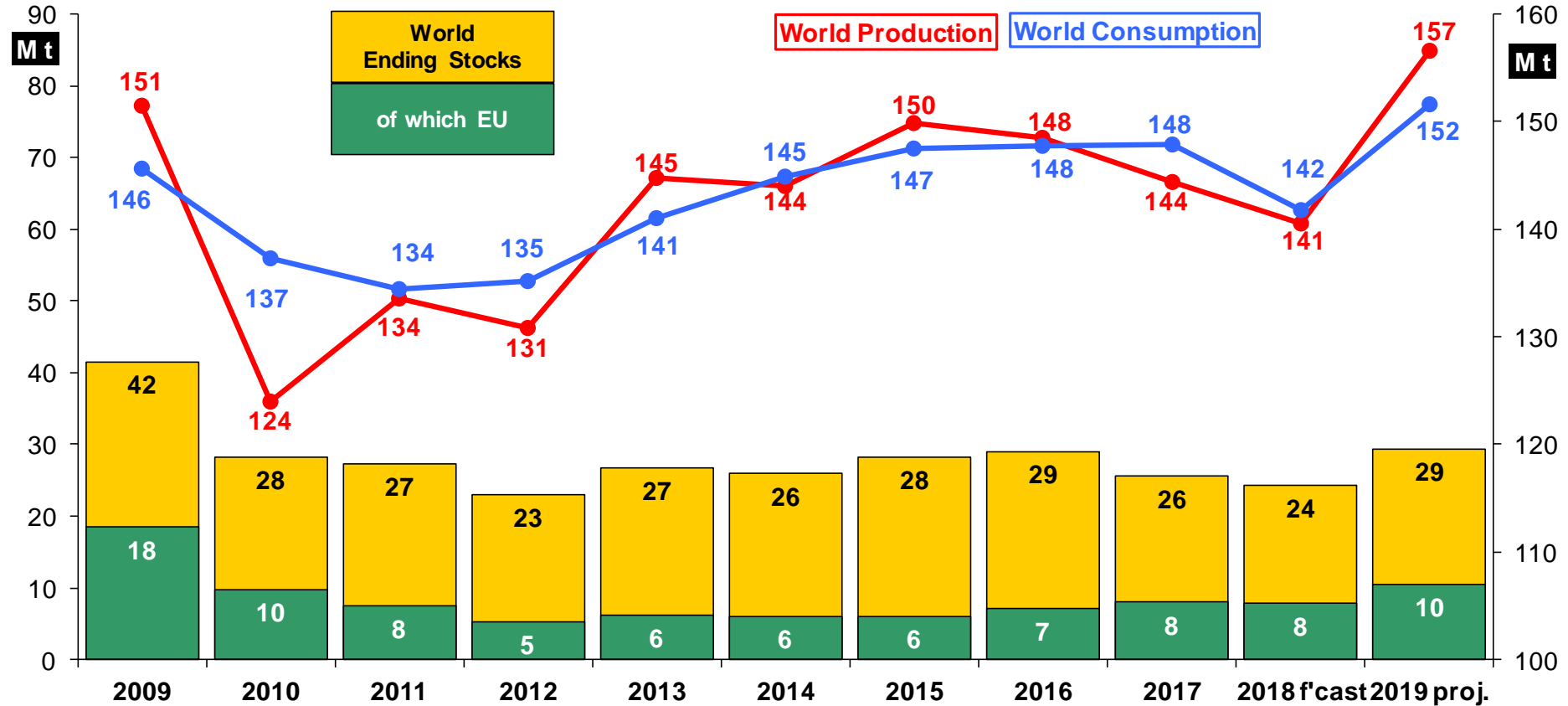
(GMR 507 of 27/02/2020)

Outlook for 2019/20

Maize production in selected countries (million tonnes)

	16/17	17/18	18/19 (estimate)	19/20 (forecast)	m/m change (m t)	y/y change
EU-28	62.6	64.8	67.0	65.6	-0.3	-2.0 %
USA	384.8	371.1	364.3	347.8	-	-4.5 %
Ukraine	28.0	24.1	35.8	35.8	+0.3	-0.0 %
Russia	15.3	13.2	11.4	13.9	-	+22.0%
Brazil	97.8	80.8	100.0	101.0	-	+1.0 %
Argentina	49.5	43.5	57.0	53.1	-	-6.9 %
China	263.6	259.1	257.3	260.8	-	+1.3 %
World	1,134.5	1,091.6	1,129.7 (+0.6m)	1,112.2	+0.9	-1.5 %

World barley: IGC



Source: IGC February report

Summary of the IGC Grain Market Report

(GMR 507 of 27/02/2020)

Outlook for 2019/20

Barley production in selected countries (million tonnes)

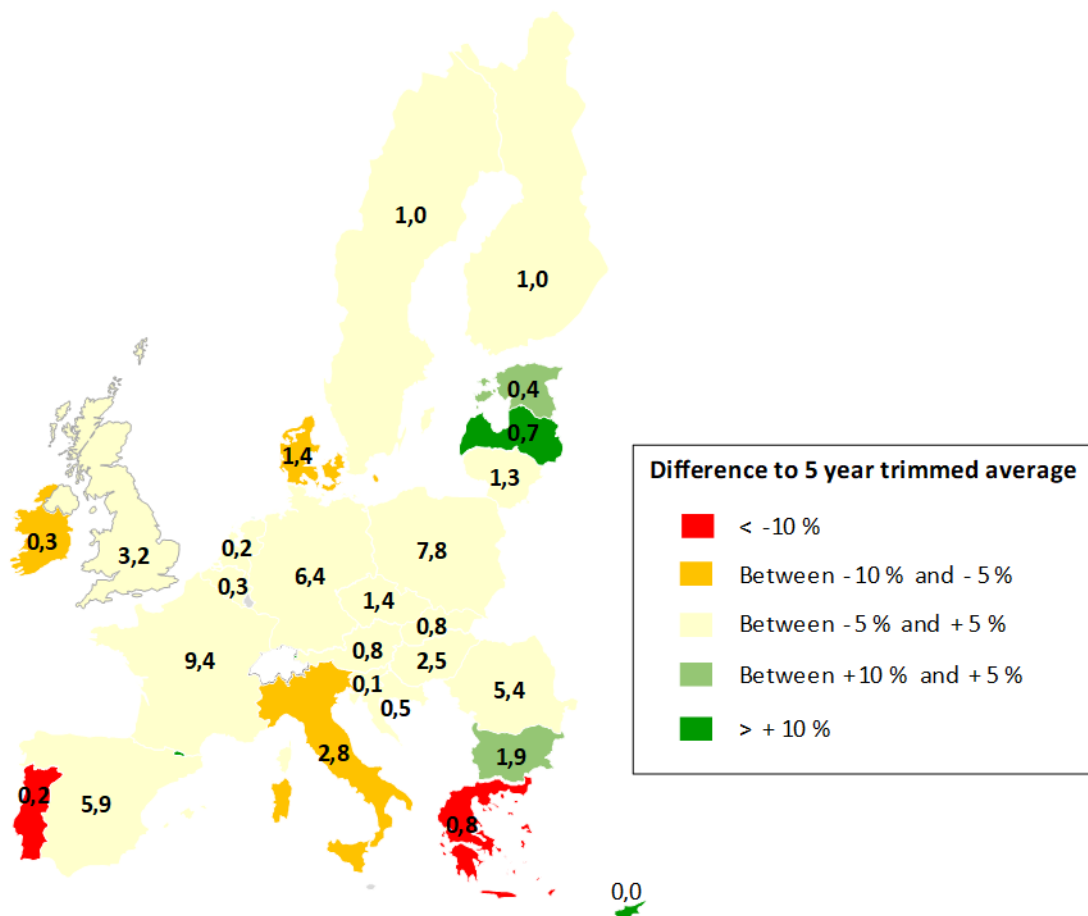
	16/17	17/18	18/19 (estimate)	19/20 (forecast)	m/m change (m t)	y/y change
EU-28	59.5	58.6	56.3	63.1	+0.5	+12.2%
Russia	17.5	20.2	16.7	20.0	-	+19.5%
Ukraine	9.9	8.7	7.6	9.5	-	+24.9%
Australia	13.5	9.3	8.3	8.9	+0.2	+6.5%
Canada	8.8	7.9	8.4	10.4	-	+23.9%
Turkey	6.7	7.1	7.0	7.6	-	+8.6%
World	148.5	144.4	140.5	156.6	+0.5	+11.4%

EU + UK : Production Forecasts

EVOLUTION OF THE EU 27 + UK CEREALS USABLE PRODUCTION					
Million tonnes	2017/2018	2018/2019	2019/2020 Jan fcst	2019/2020 Fev fcst	% change 2018/2019
TOTAL	305,3	290,2	317,8	319,9	10,2
Soft wheat	142,0	128,5	147,2	147,2	14,6
Durum wheat	8,7	8,7	7,8	7,7	-11,5
Barley	58,3	56,0	63,1	63,1	12,7
Maize	64,8	69,1	67,7	70,0	1,3
Rye	7,2	6,1	8,3	8,3	36,1
Oats	8,1	7,7	7,9	7,9	2,6

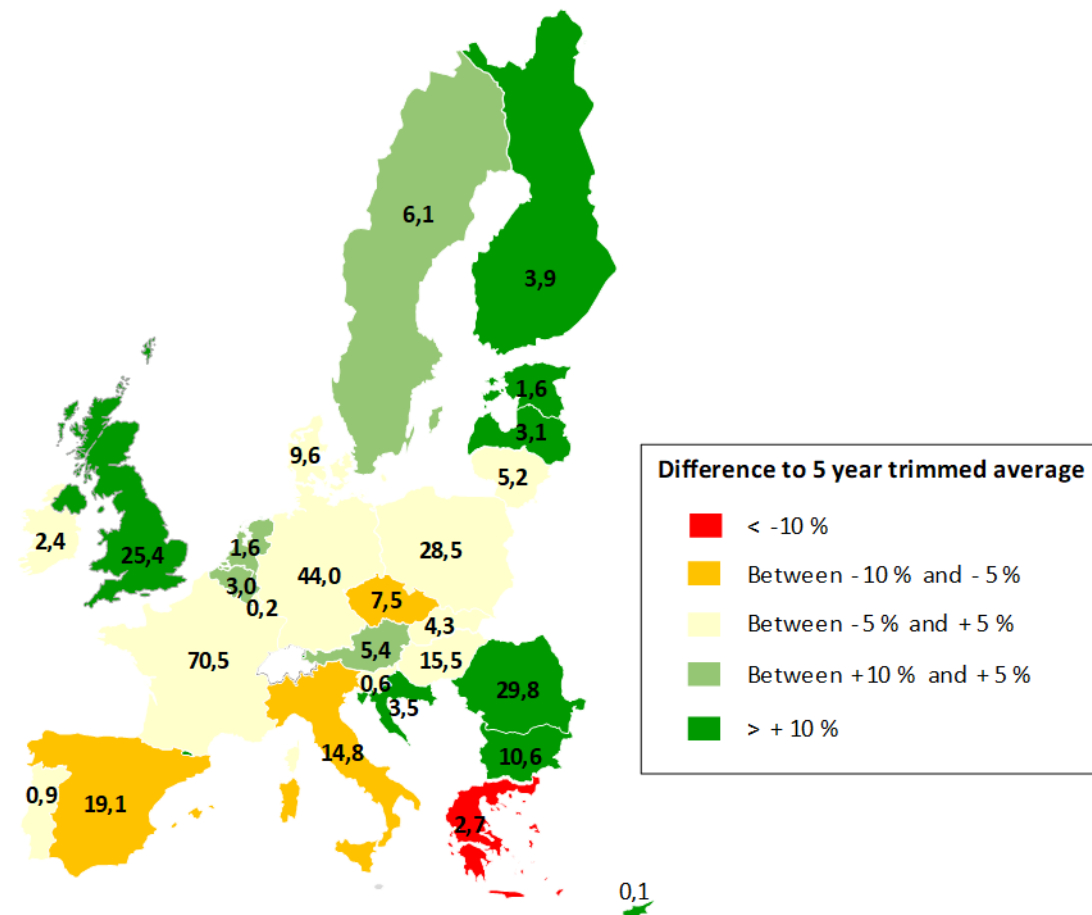
Sources : DG AGRI - G4

Total cereals area 2019 forecast (million hectares)



EU + UK area: 56,3 million hectares - difference to 5 year trimmed average: -0,2%

Total cereals production 2019 forecast (million tonnes)

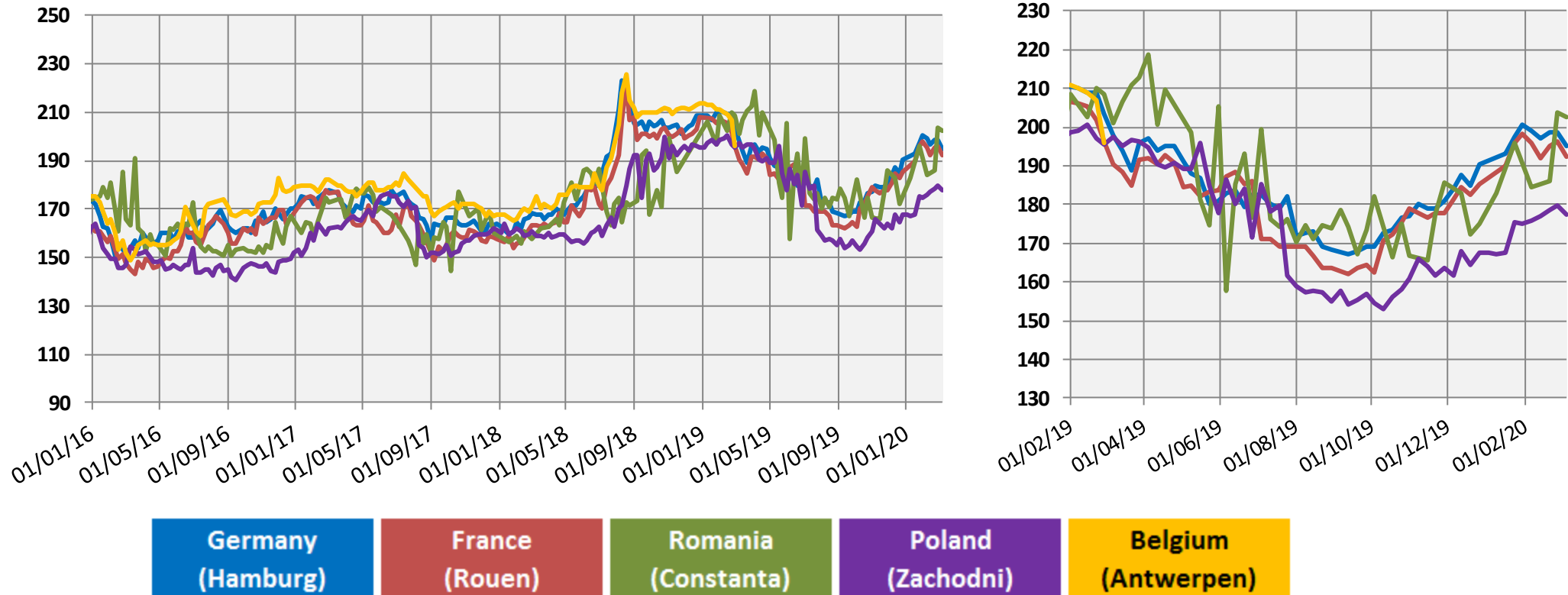


EU + UK production: 320 million tonnes - difference to 5 year trimmed average: +5%

EU + UK Usable Production

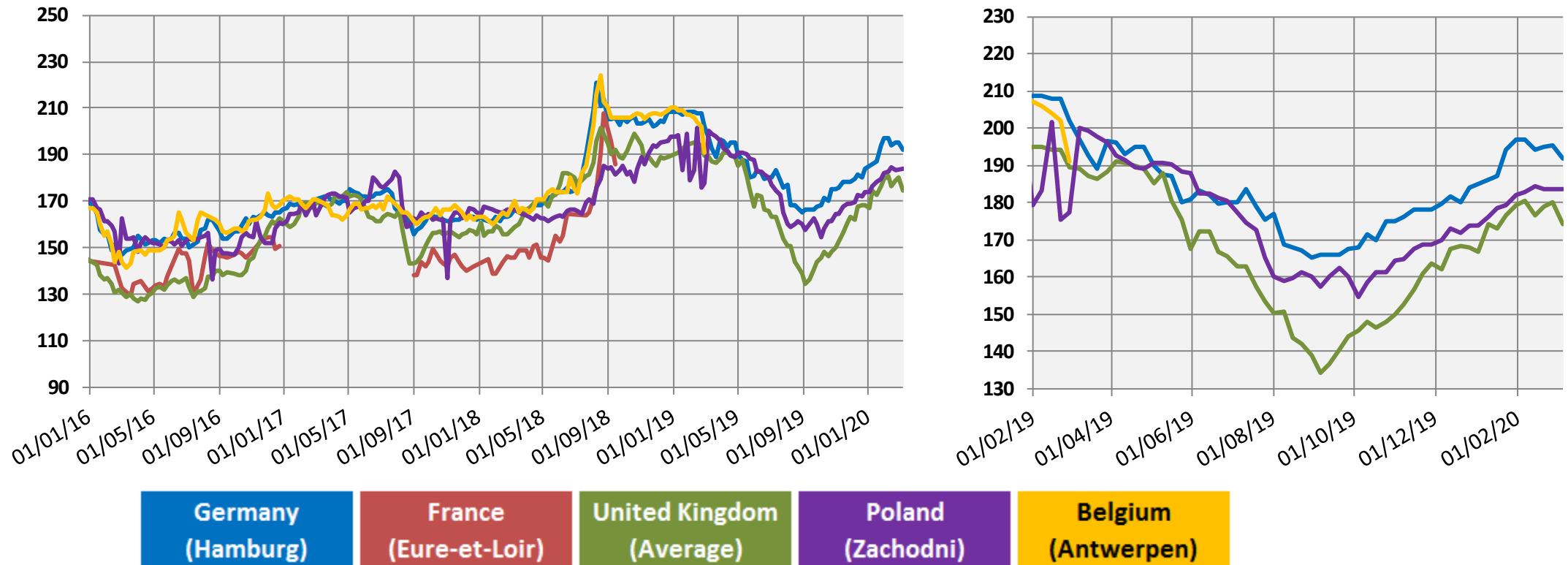
Million tonnes	EC DG AGRI 27-févr	Stratégie Grain 13-févr	ADM 31-janv	COCERAL 20-févr
Total	319,9	310,0	309,9	307,9
Soft Wheat	147,2	146,0	146,2	145,7
Durum Wheat	7,7	7,5	7,7	7,5
Barley	63,1	62,2	61,9	62,2
Maize	70,0	63,5	63,5	61,0
Rye	8,3	7,8	8,5	8,2

EU market prices for milling wheat – (EUR/tonne)



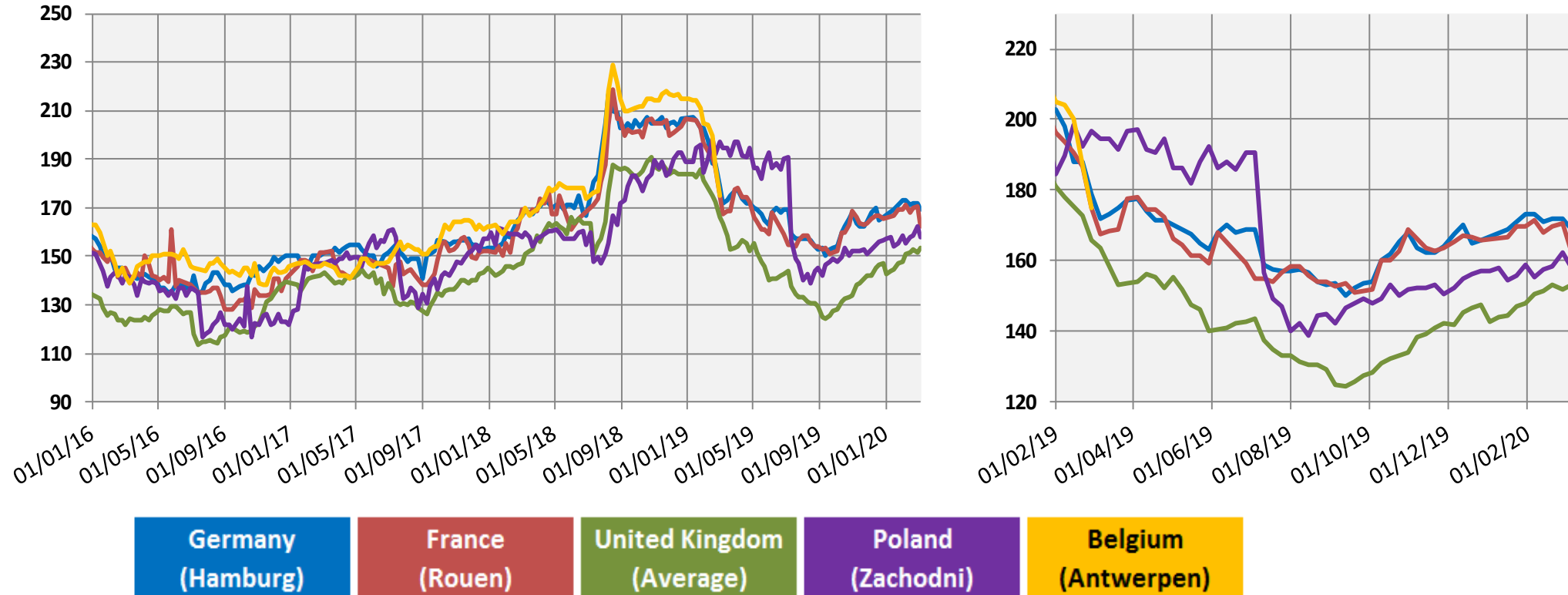
Source: Member States notification - Commission Implementing Regulation (EU) 2017/1185 Art.11, Annex I Point 1

EU + UK market prices for feed wheat – (EUR/tonne)



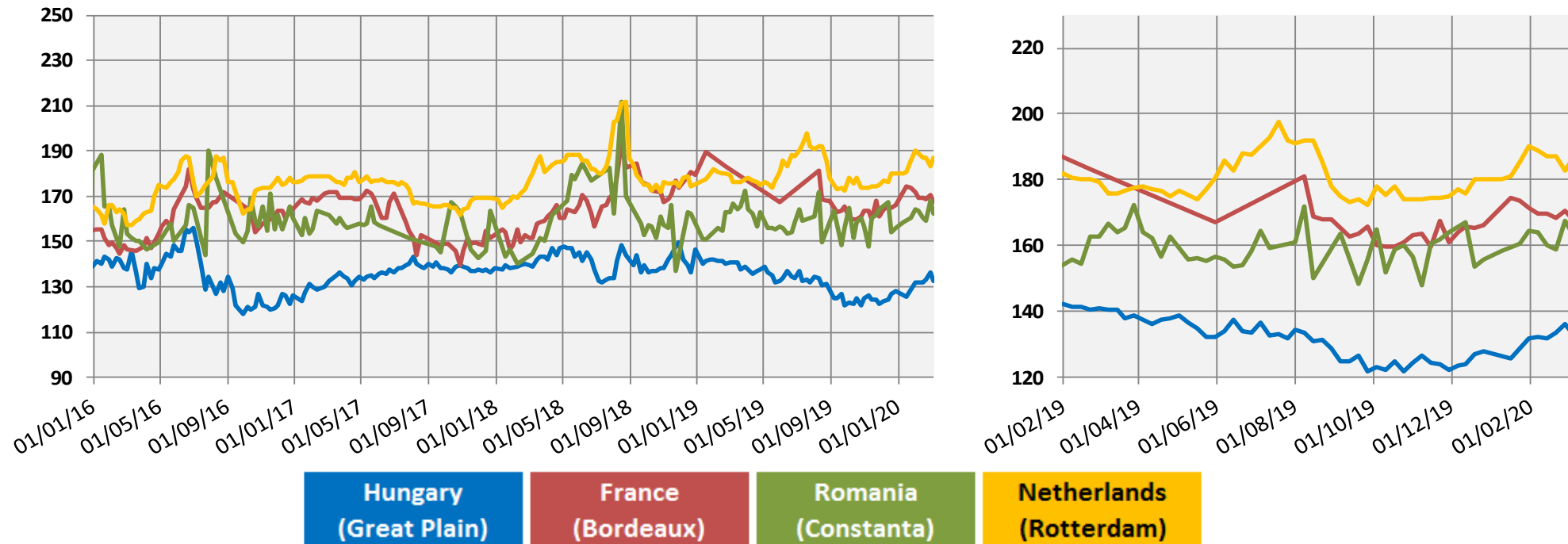
Source: Member States notification - Commission Implementing Regulation (EU) 2017/1185 Art.11, Annex I Point 1

EU + UK market prices for feed barley – (EUR/tonne)



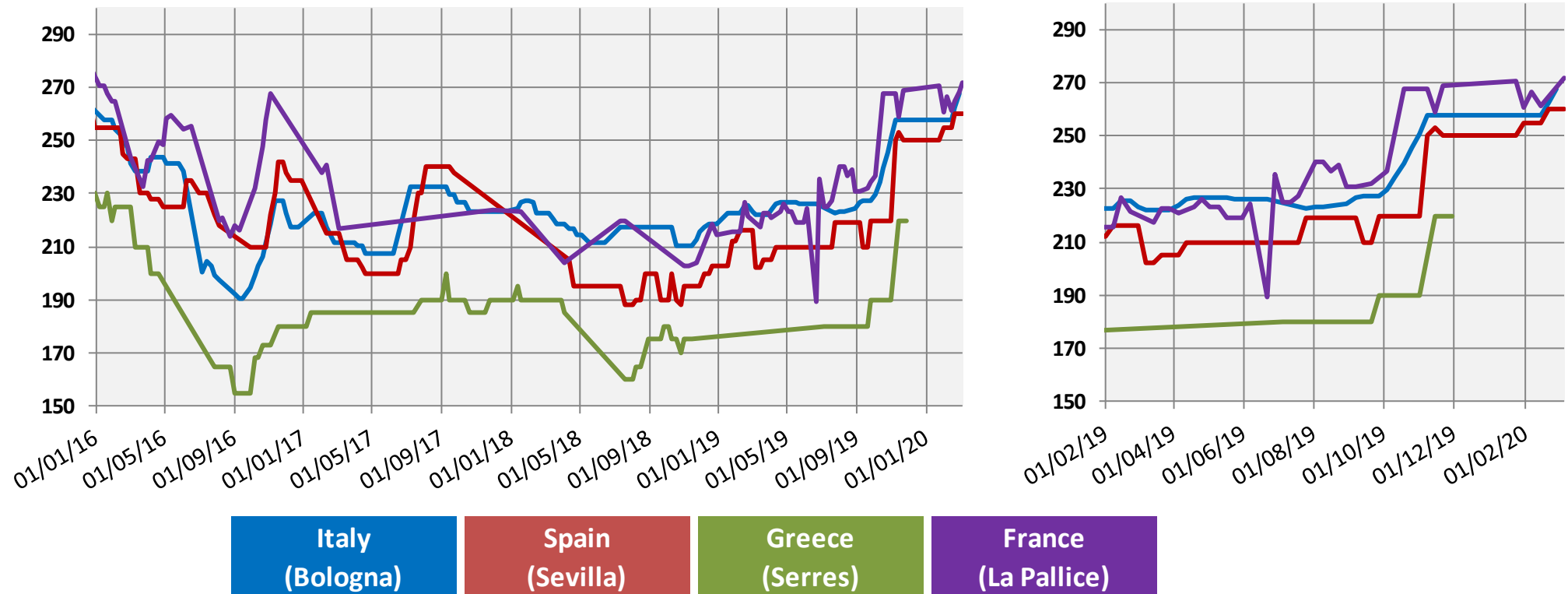
Source: Member States notification - Commission Implementing Regulation (EU) 2017/1185 Art.11, Annex I Point 1

EU market prices for maize – (EUR/tonne)



Source: Member States notification - Commission Implementing Regulation (EU) 2017/1185 Art.11, Annex I Point 1

EU market prices for durum wheat – (EUR/tonne)



Source: Member States notification - Commission Implementing Regulation (EU) 2017/1185 Art.11, Annex I Point 1

EU cereals trade 2019/20, situation at 23 Feb 2020

(updated on 05/03/2020)

- **Imports:** 17.43 million tonnes (20.5 million tonnes last year; 15 million tonnes two years ago)

➤ 1512 thousand tonnes	soft wheat	↓	-54% y/y
➤ 1319 thousand tonnes	durum wheat	↑	+76% y/y
➤ 14 million tonnes	maize	↓	-11% y/y
➤ 518 thousand tonnes	barley	↑	+355% y/y

- **Exports:** 29.9 million tonnes (18.7 million tonnes last year; 21 million tonnes two years ago)

➤ 19.3 million tonnes	soft wheat	↑	+65% y/y
➤ 4.8 million tonnes	barley	↑	+54% y/y
➤ 710 thousand tonnes	durum wheat	↑	+24% y/y
➤ 3241 thousand tonnes	maize	↑	+142% y/y

- So far, the EU is a net cereal exporter of 12.5 million tonnes. Last year at this stage, EU imported more than exported, namely 1.8 million tonnes against 6 million tonnes exported two years ago.

EU + UK Cereals Balance Sheet

Thousand metric tonnes

LAST UPDATED: 27/02/2020	2019/20 (forecast)									
	Common wheat	Barley	Durum wheat	Maize	Rye	Sorghum	Oats	Triticale	Others	TOTAL CEREALS
Beginning stocks	11.893	5.247	2.303	25.012	204	646	217	1.103	144	46.768
Usable production	147.202	63.087	7.706	70.024	8.324	979	7.859	11.004	3.722	319.907
Area (thousand ha)	23.783	12.274	2.188	8.904	2.215	197	2.550	2.754	1.455	56.319
Yield (tonnes/ha)	6,2	5,1	3,5	7,9	3,8	5,0	3,1	4,0	2,6	5,7
Imports (from third countries)	2.400	600	2.000	20.000	80	259	4		154	25.497
Total supply	161.495	68.934	12.009	115.036	8.608	1.883	8.080	12.107	4.019	392.172
Total domestic use	117.515	49.292	9.013	84.921	7.405	647	7.452	9.833	3.834	289.913
Human consumption	48.147	363	8.071	4.881	3.069	156	1.152	52	23	65.913
Seed	4.868	2.172	407	433	455	42	428	542	270	9.616
Industrial uses	11.600	9.156	95	12.507	1.311		103	449	202	35.423
of which bioethanol/biofuel	5.000	437		6.800	700			344	14	13.295
Animal feed	52.000	37.200	400	66.500	2.500	450	5.700	8.700	3.300	176.750
Losses	900	400	40	600	70		70	90	40	2.210
Exports (to third countries)	28.000	11.000	1.100	3.500	200	4	187	2	8	44.001
Total use	145.515	60.292	10.113	88.421	7.605	652	7.639	9.835	3.843	333.914
Ending stocks**	15.980	8.642	1.896	26.615	1.003	1.232	441	2.273	176	58.258
Change in stocks**	4.087	3.395	-407	1.603	799	586	224	1.170	33	11.490

* Marketing year: from July to June

** At the end of the marketing year

EU + UK Cereals Balance Sheet 2019/20

- Production forecast: above average (319.9 million tonnes + 10.2% y/y)
 - Increase of total cereal area (56.3 million ha, +2.2% y/y)
 - Recovery of soft wheat and barley production
 - Good quality milling wheat at EU level
 - Quality issues for malting barley and durum wheat
- Recovery of total exports, in particular for soft wheat and barley
- Increase of total ending stocks

EU Cereals Balance Sheet

LAST UPDATED: 27/02/2020	2019/20 (forecast)									
	Common wheat	Barley	Durum wheat	Maize	Rye	Sorghum	Oats	Triticale	Others	TOTAL CEREALS
Beginning stocks	6.699	2.644	2.959	24.219	174	1.372	163	321	85	38.635
Usable production	131.046	55.107	7.706	69.989	8.251	979	6.795	10.947	3.722	294.543
<i>Area (thousand ha)</i>	21.968	11.112	2.188	8.897	2.183	197	2.368	2.741	2.789	54.443
<i>Yield (tonnes/ha)</i>	6,0	5,0	3,5	7,9	3,8	5,0	2,9	4,0	1,3	5,4
Imports (from third countries)	3.000	2.600	2.000	19.000	20	50	90		151	26.912
Total supply	140.745	60.352	12.665	113.208	8.445	2.401	7.048	11.268	3.958	360.089
Total domestic use	101.965	44.115	9.012	81.820	7.245	639	6.481	8.762	3.785	263.823
Human consumption	41.462	361	8.071	4.698	3.000	155	989	52	23	58.809
Seed	4.600	2.131	400	402	395	29	350	500	270	9.076
Industrial uses	10.317	7.192	95	11.600	1.300		101	445	170	31.220
<i>of which bioethanol/biofuel</i>	4.349	437		6.711	700			344	14	12.554
Animal feed	44.800	34.100	400	64.700	2.500	450	5.000	7.700	3.300	162.950
Losses	786	331	46	420	50	6	41	66	22	1.767
Exports (to third countries)	28.000	11.000	1.233	4.200	275	13	200	14	17	44.951
Total use	129.965	55.115	10.245	86.020	7.520	652	6.681	8.776	3.802	308.774
Ending stocks**	10.780	5.237	2.420	27.189	926	1.748	267	2.492	156	51.215
Change in stocks**	4.081	2.593	-539	2.969	752	377	105	2.171	71	12.580

* Marketing year: from July to June

** At the end of the marketing year

2020/21 Marketing Year

Winter Grains Sowings (Areas : 1000 ha)							
	HU	SE	FR	DE	HR	IT	CZ
Soft Wheat	995	410	4701	2838	136	537	759
Durum wheat			239			1230	
Barley	237	21	1307	1338	56	248	113
Rye	32	34		671			33
Triticale	93	29	280	344			38
Oats							
Total	1357	494	6527	5191	192	2015	943
Rapeseed	310	94	1081	953	38		369
Sources : Member States							

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



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