European Commission

Market Situation of Feed

DG AGRI G 4
Civil Dialogue Group on Animal Products
Sector Pig Meat

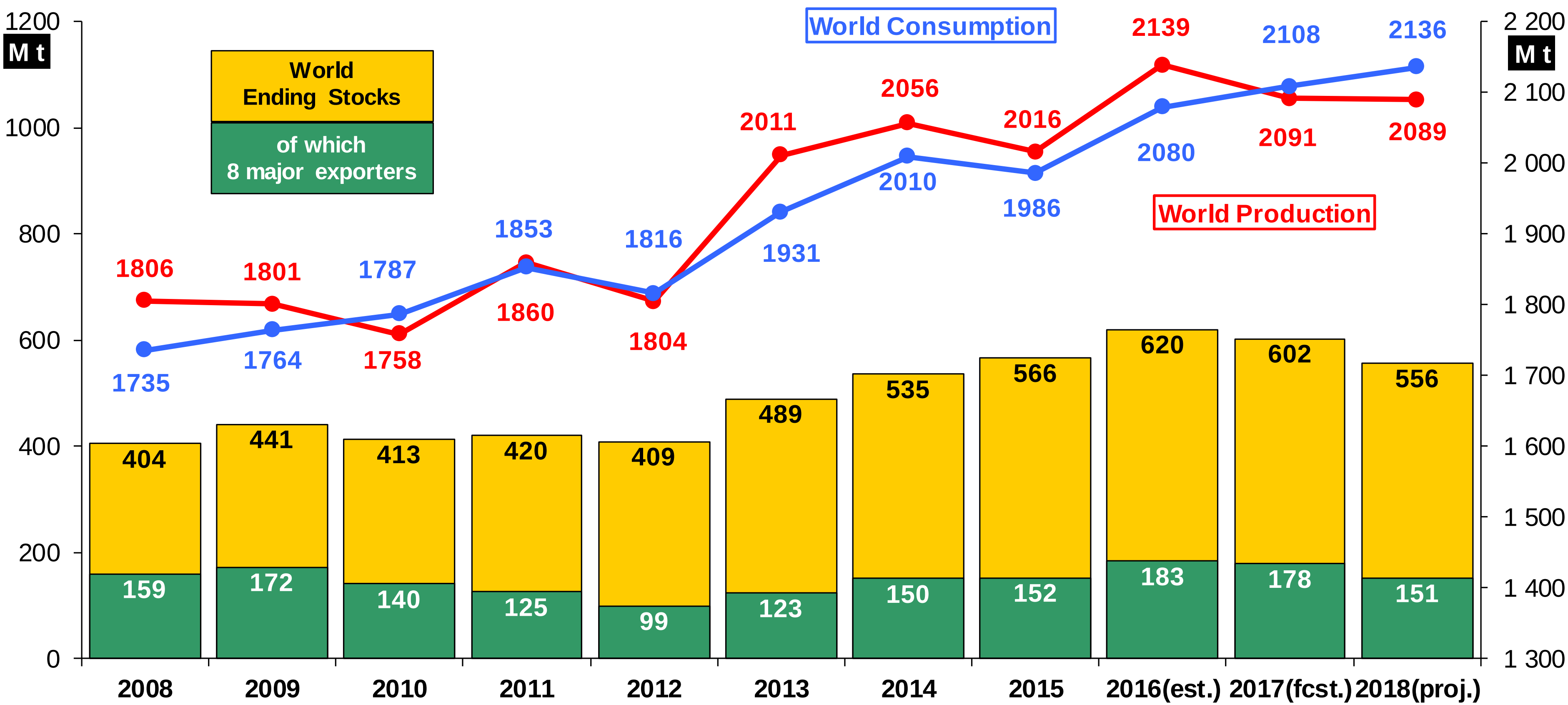
29 May 2018

Agriculture and Rural Development

World Cereals and Oilseeds Forecasts

European Commission

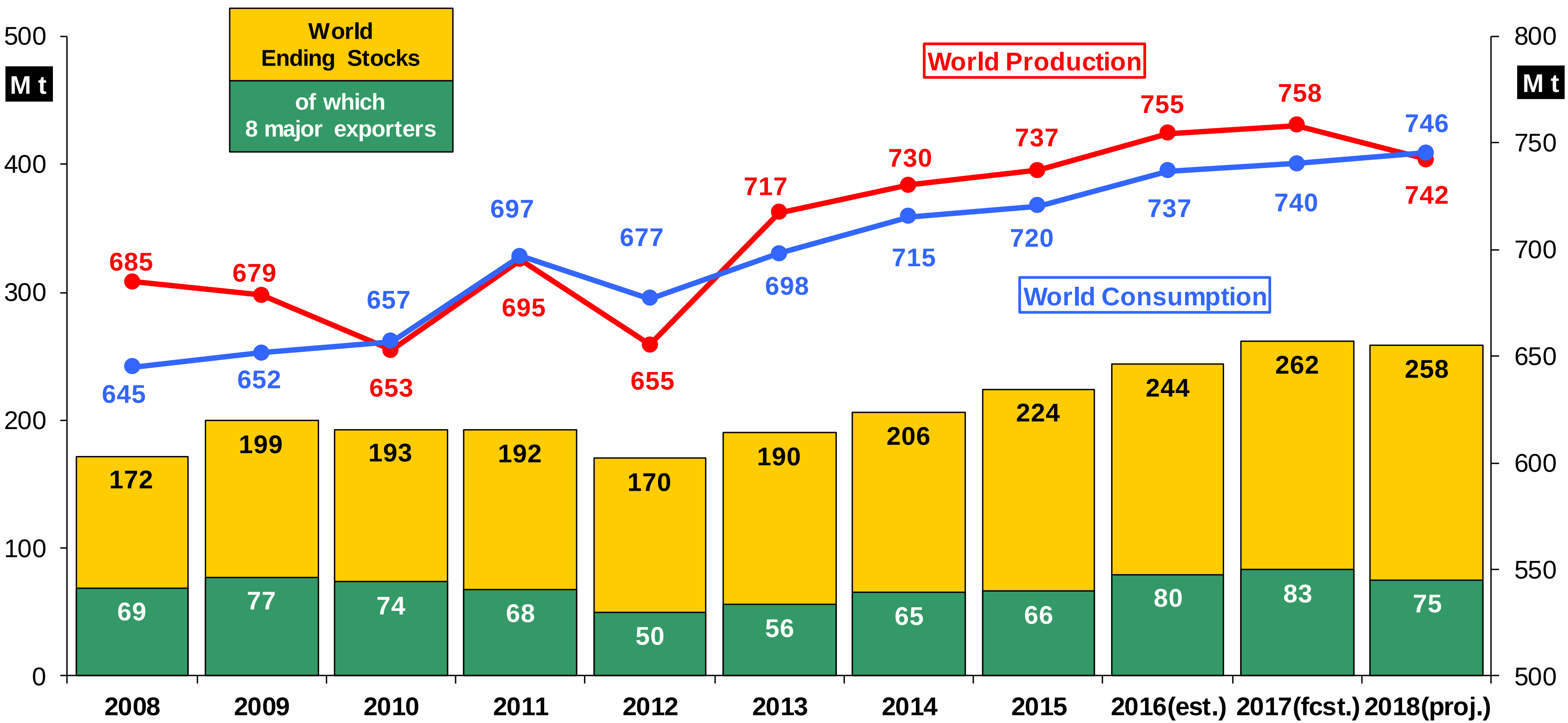
World cereals: IGC



Source: IGC May report

Agriculture and Rural Development

World wheat: IGC



Source: IGC May report

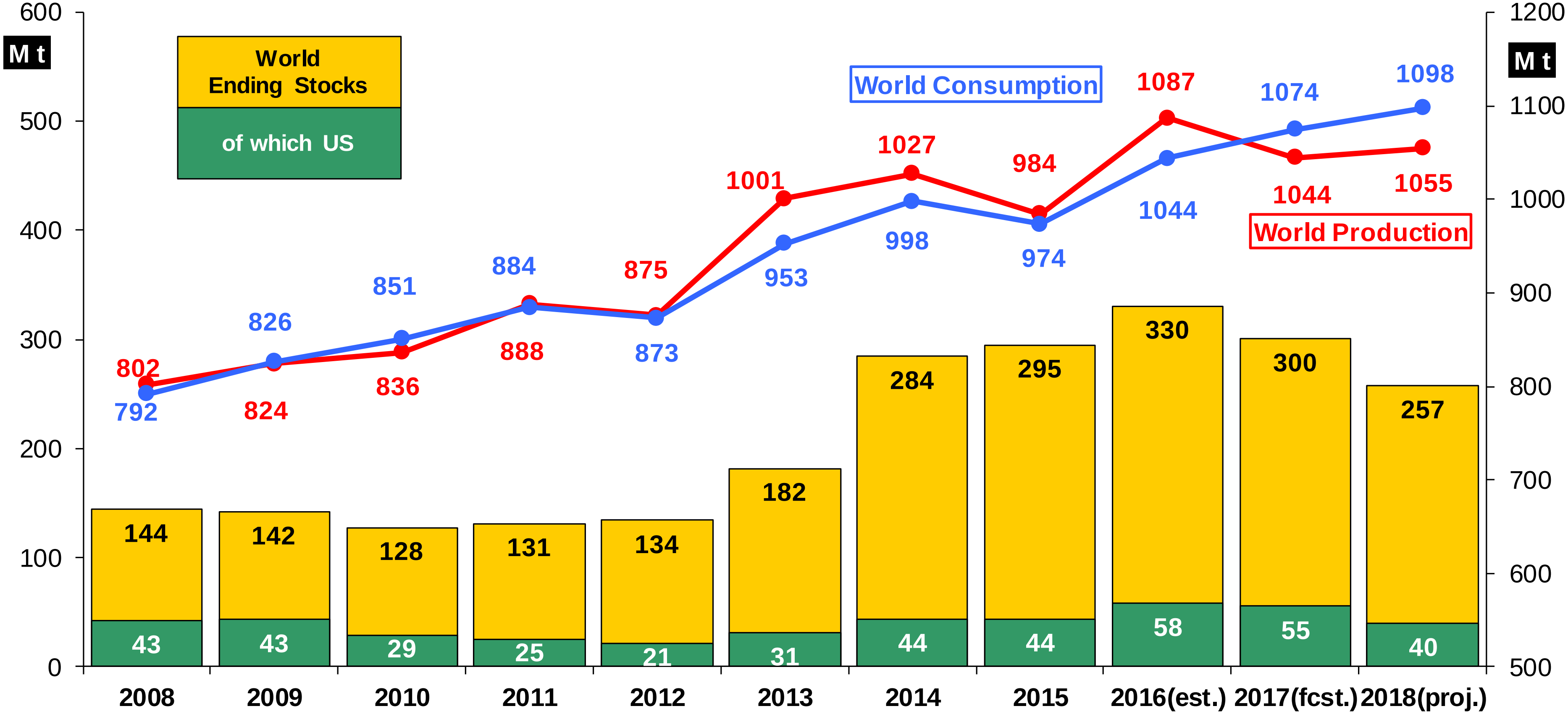
European Commission

International Grains Council (IGC)
Grain Market Report *(GMR 488 of 24/5/2018)*
Outlook for 2018/19

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

	15/16	16/17 (estimate)	17/18 (forecast)	18/19 *(projection)*	y/y change
EU-28	159.6	144.2	151.2	**149.2**	-1.3 %
USA	56.1	62.8	47.4	**46.5**	-1.8 %
Canada	27.6	31.7	30.0	**31.2**	+4.1%
Russia	61.0	72.5	84.9	**74.5**	-12.3 %
Ukraine	27.3	26.8	27.0	**26.7**	-1.0 %
Australia	22.3	34.4	21.2	**24.3**	+14.6%
China	130.2	128.9	129.8	**128.7**	-0.8 %
India	86.5	86.0	98.5	**92.0**	-6.6 %
World	**737.2**	**754.6**	**758.2**	**742.3**	**-2.1 %**

World maize: IGC



Source: IGC May report

Agriculture and Rural Development

IGC Grain Market Report

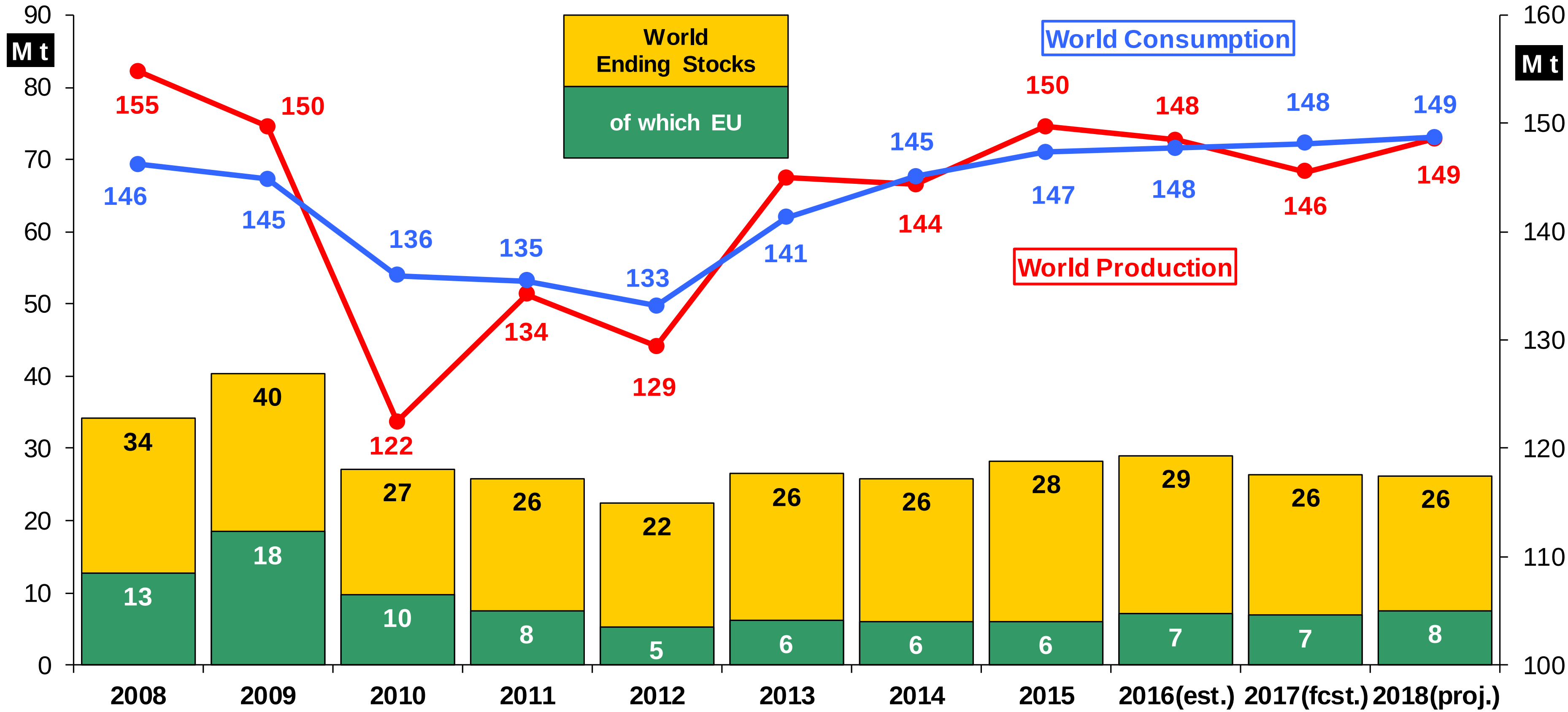
(GMR 488 of 24/5/2018)

Outlook for 2018/19

Maize production in selected countries (million tonnes)

	15/16	**16/17** (estimate)	**17/18** *(forecast)*	**18/19** *(projection)*	**y/y change**
EU-28	59.0	62.6	65.2	**63.1**	-3.2 %
USA	345.5	384.8	371.0	**355.0**	-4.3 %
Ukraine	23.3	28.0	24.1	**27.8**	+15.3 %
Russia	13.2	15.3	13.2	**16.7**	+26.2%
Brazil	67.0	97.8	86.0	**93.8**	+9.1 %
Argentina	39.8	49.5	40.0	**48.3**	+20.8 %
China	224.6	219.6	215.9	**220.8**	+2.3 %
World	**983.1**	**1,086.6**	**1,044.4**	**1,054.9**	**+1.0 %**

World barley: IGC



Source: IGC May report

IGC Grain Market Report

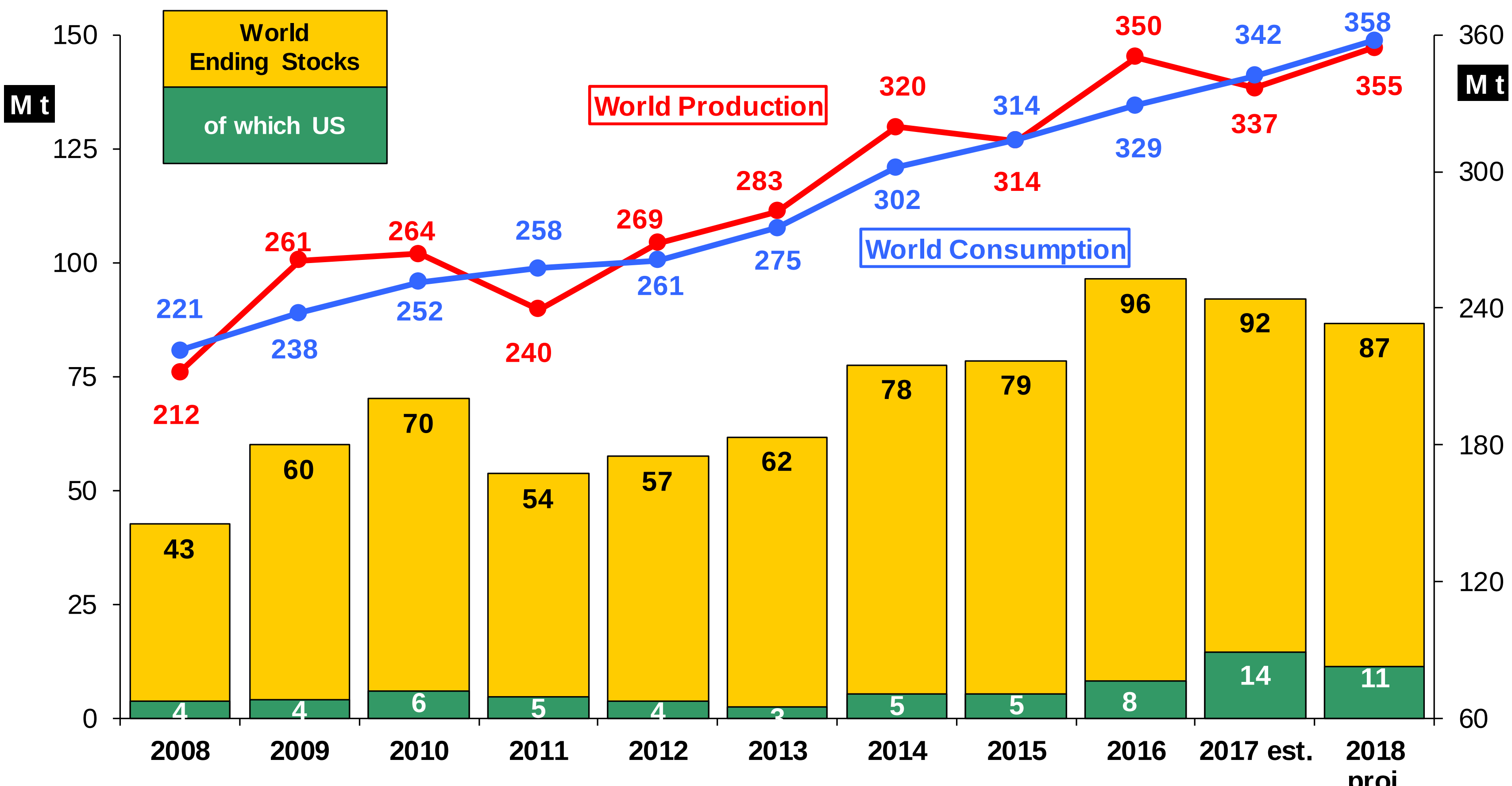
(GMR 488 of 24/5/2018)

Outlook for 2018/19

Barley production in selected countries (million tonnes)

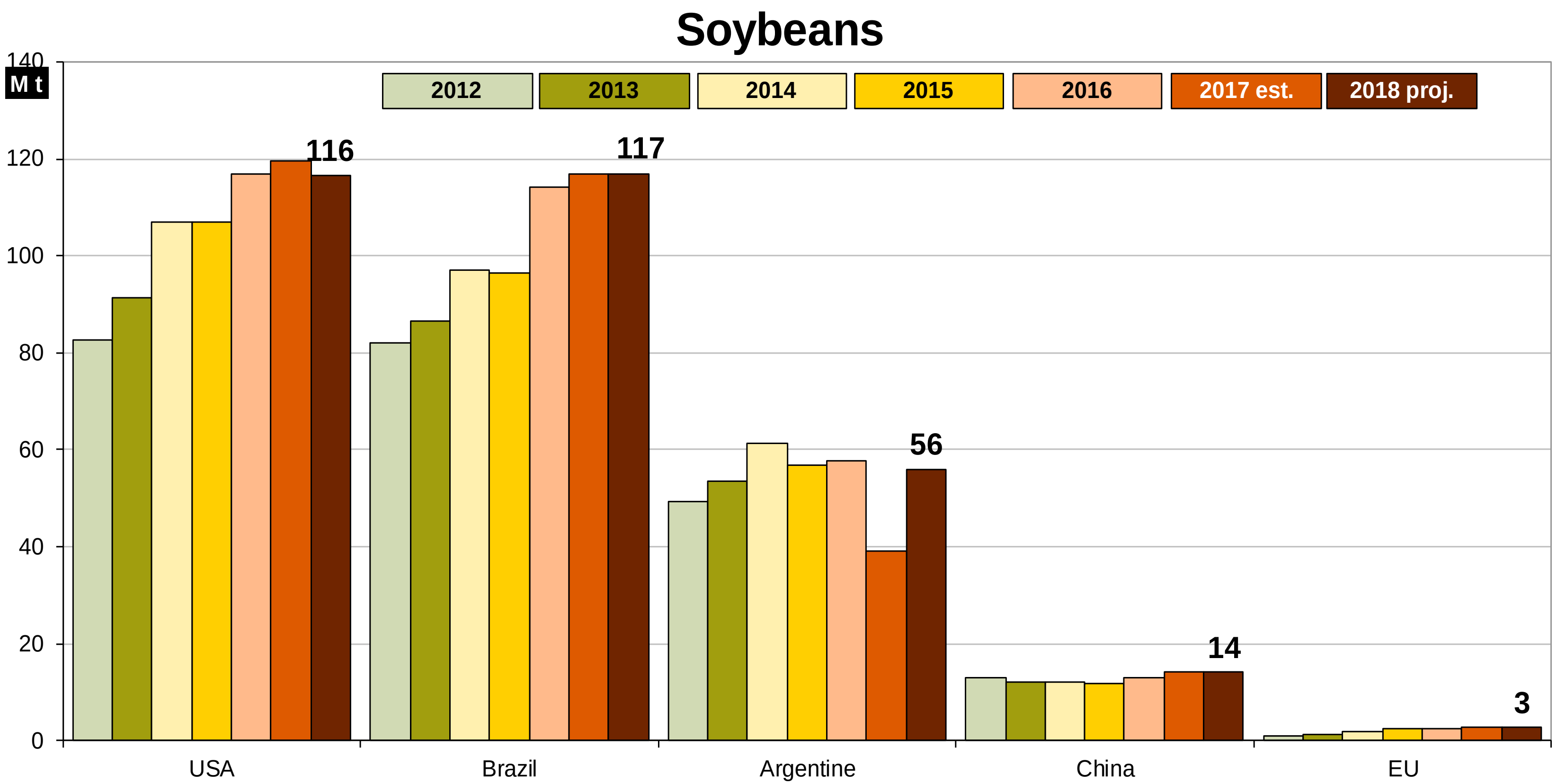
	15/16	16/17 (estimate)	17/18 *(forecast)*	18/19 *(projection)*	y/y change
EU-28	61.4	59.5	59.0	**62.1**	+5.3 %
Russia	17.1	17.5	20.2	**19.1**	-5.3 %
Ukraine	8.7	9.9	8.7	**7.5**	-13.7 %
Australia	9.0	13.4	8.9	**9.8**	+9.8%
Canada	8.2	8.8	7.9	**8.2**	+4.4 %
World	**149.7**	**148.5**	**145.5**	**148.6**	**+2.1 %**

World soya: USDA



Source: USDA May report

USDA: soybeans production forecast



Source: USDA May report

IGC Grain Market Report
(GMR 488 of 24/5/2018)
Outlook for 2018/19

Rapeseed/canola production in selected countries (million tonnes)

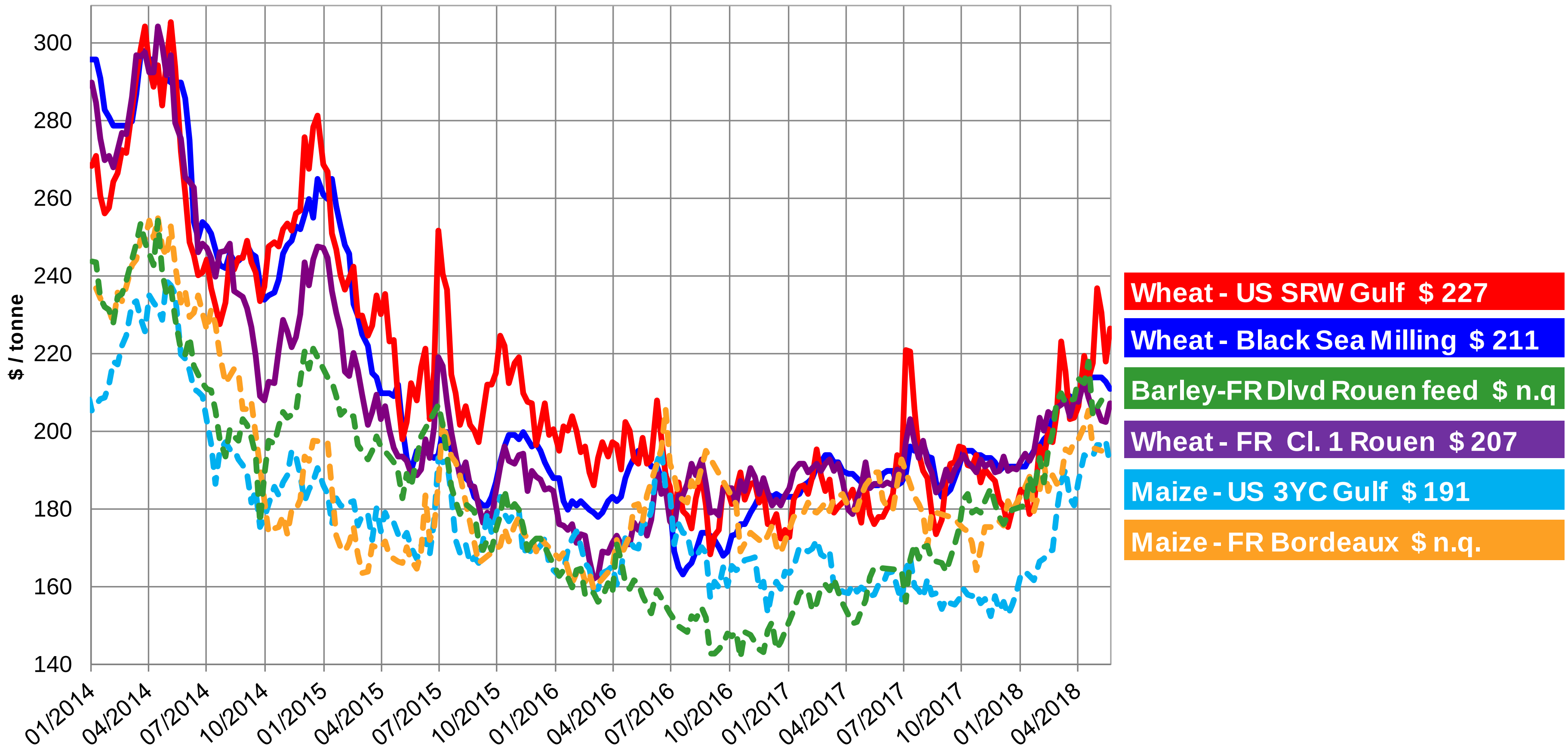
	15/16	16/17 (estimate)	17/18 *(forecast)*	18/19 *(projection)*	y/y change
EU-28	22.1	20.6	21.9	**21.0**	-4.3%
Canada	18.4	19.6	21.3	**20.0**	-6.1%
Australia	2.8	4.3	3.7	**3.8**	+3.6%
China	14.9	14.5	14.3	**14.0**	-2.4%
Ukraine	1.8	1.3	2.1	**2.6**	+23.8%
World	**70.0**	**71.4**	**74.6**	**73.3**	**-1.7 %**

European Commission

Cereals and Oilseeds prices

European Commission

World cereal prices ($/t)



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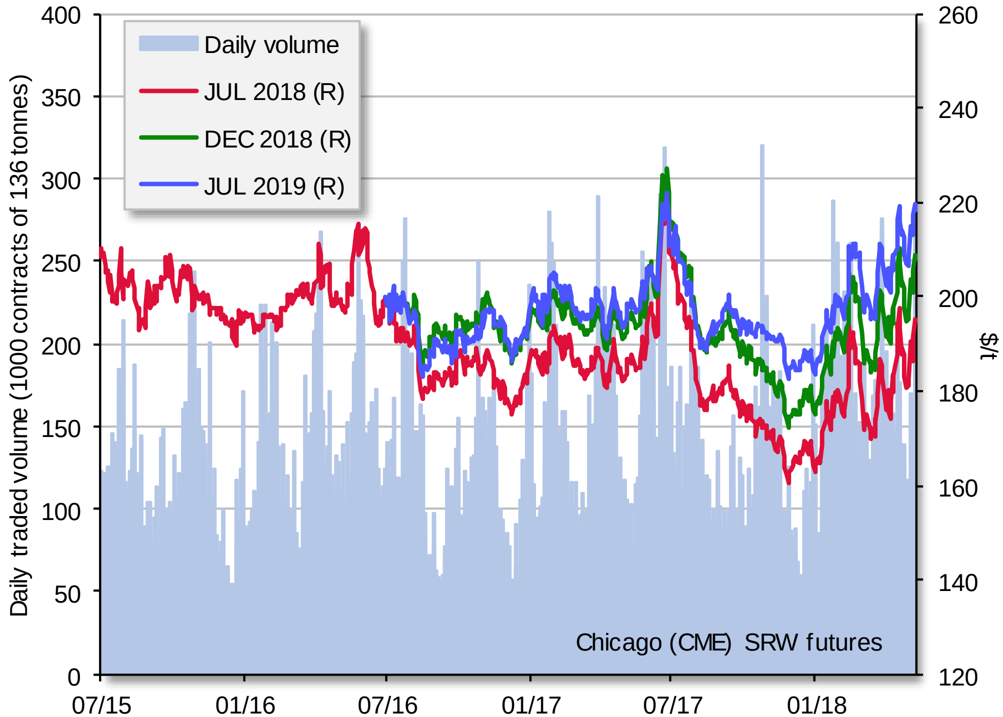
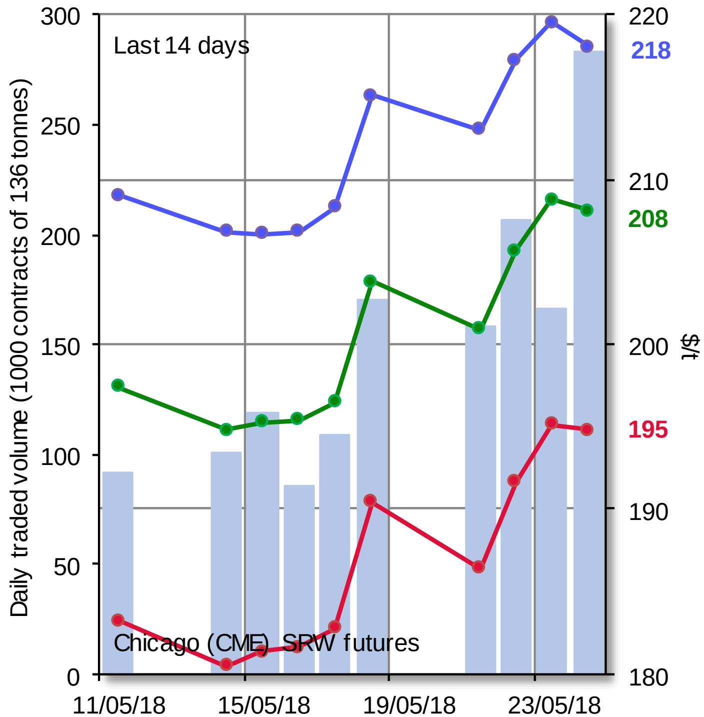
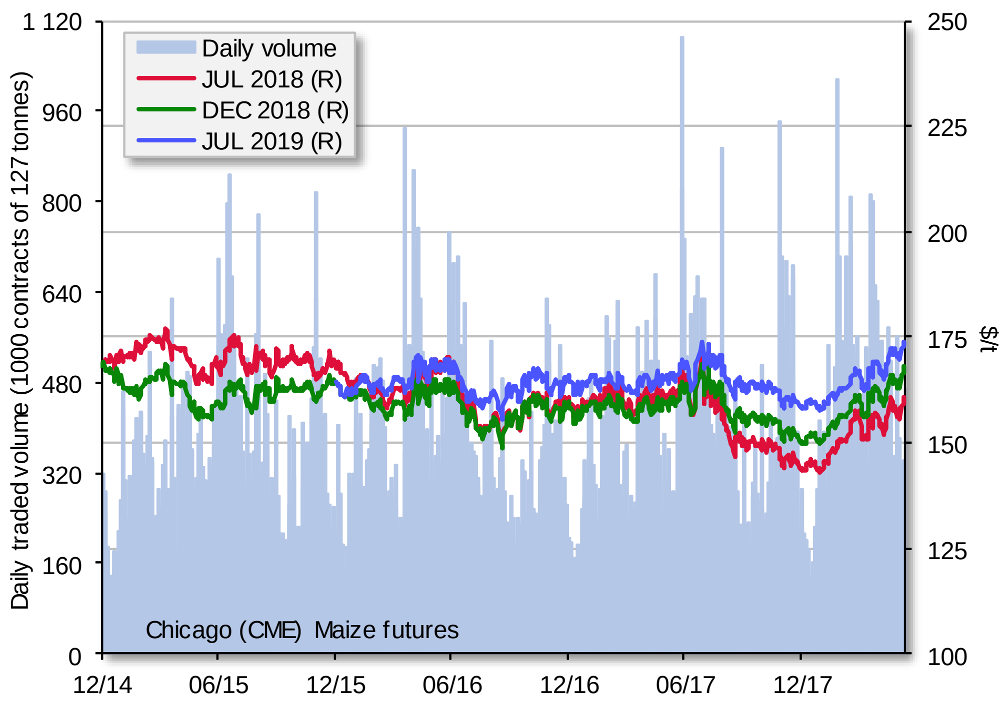
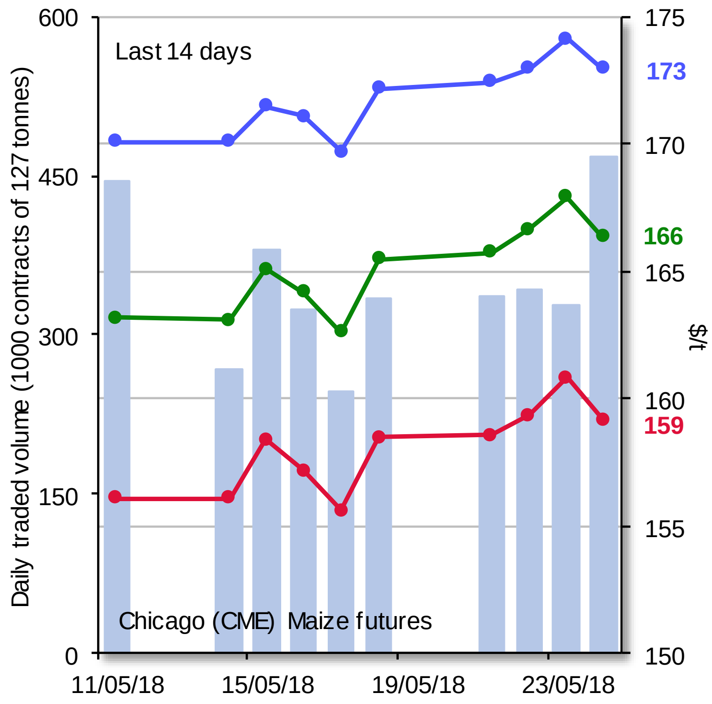
US CME SRW wheat futures



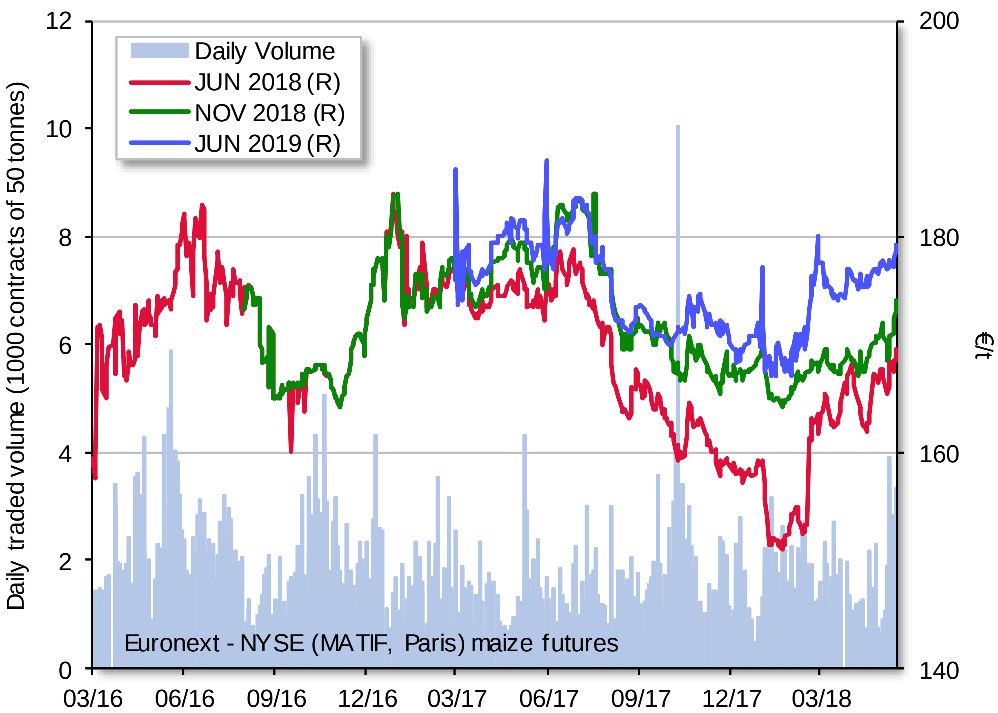


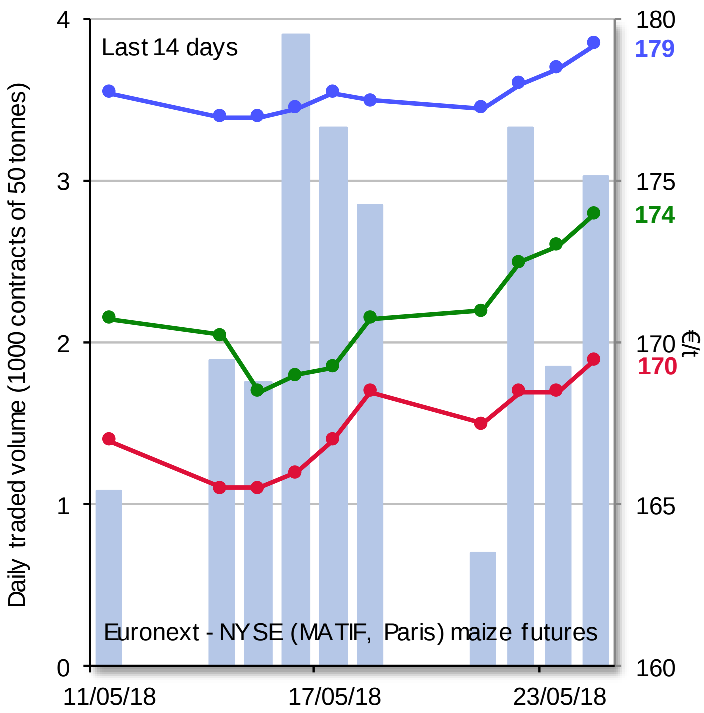
CME maize futures





EU maize futures





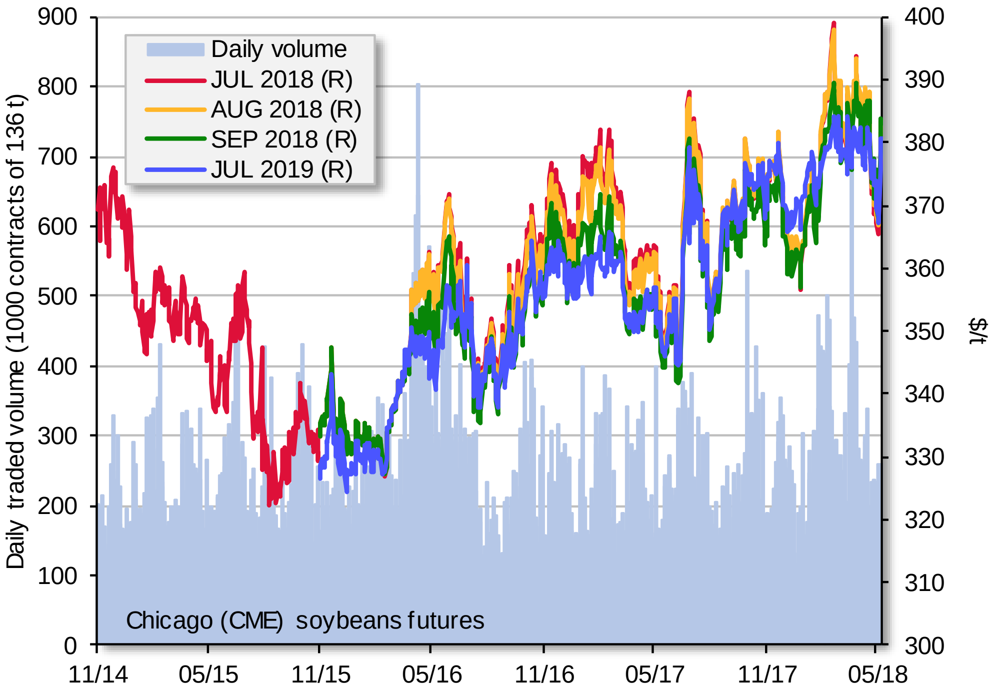
Agriculture and Rural Development

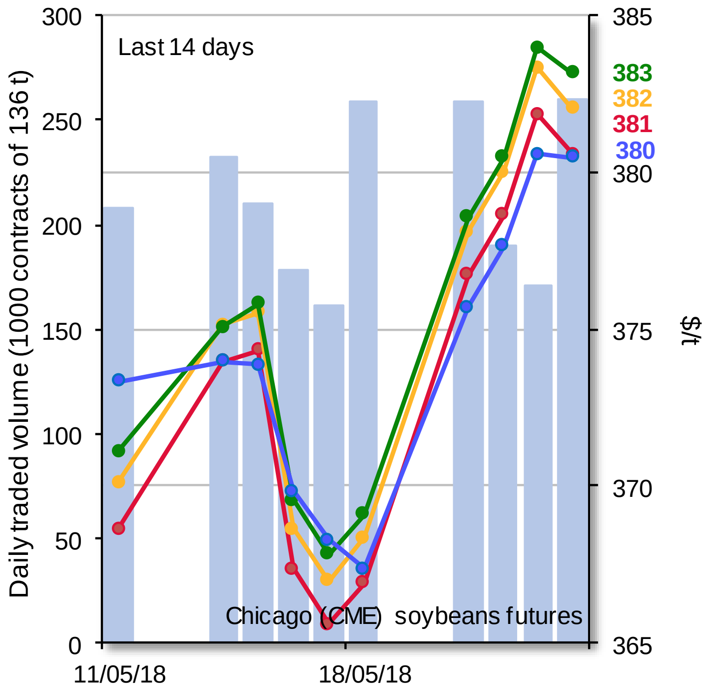
European Commission

Soybeans export prices $/tonne (fob)

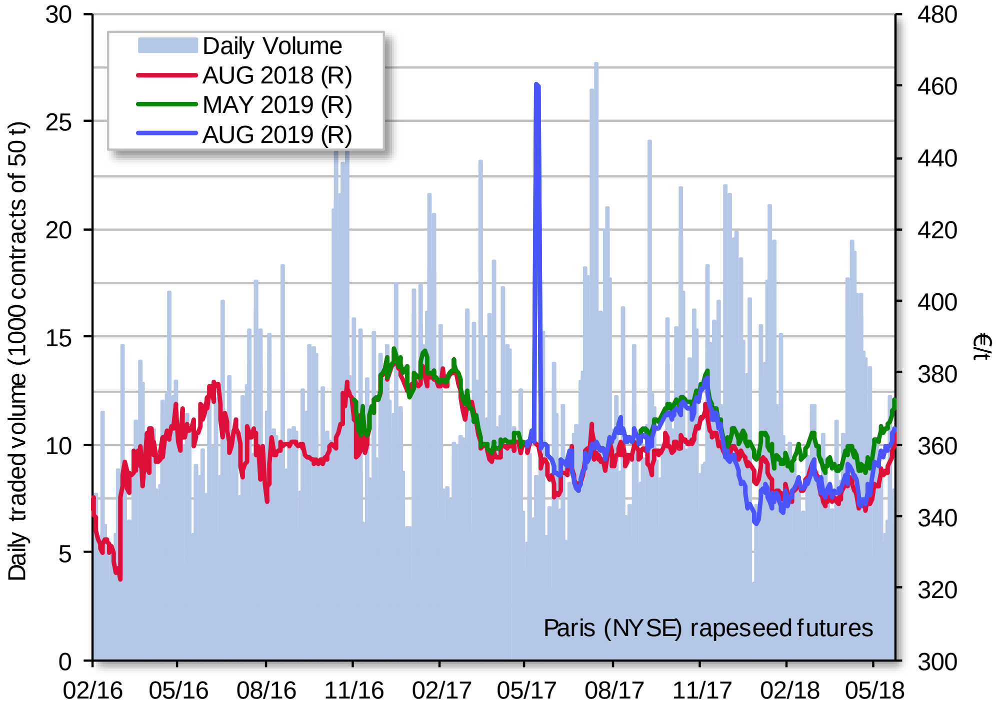
Agriculture and Rural Development

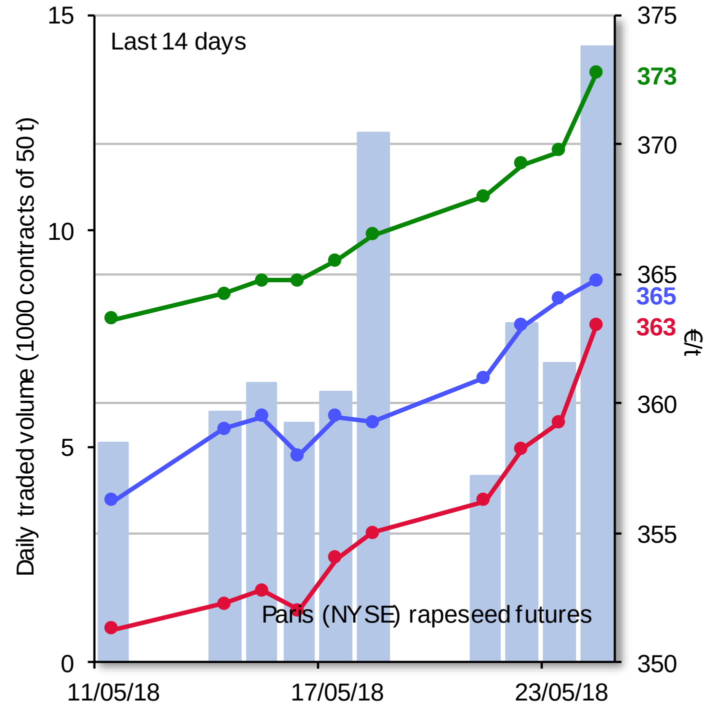
CME soya futures





NYSE Euronext rapeseed futures





Agriculture and Rural Development

European Commission

EU Cereals Balance Sheets and Forecasts

Agriculture and Rural Development

European Commission

2017/18 Marketing Year

Cereals

European Commission

EU 28 Cereals Balance Sheet

Thousand metric tonnes

LAST UPDATED: 26/04/2018	2017/18 (estimate)									
	Common wheat	Barley	Durum wheat	Maize	Rye	Sorghum	Oats	Triticale	Others	TOTAL CEREALS
Beginning stocks	**10 107**	**5 643**	**2 851**	**17 402**	**696**	**139**	**465**	**1 690**	**1 506**	**40 500**
Usable production	141 683	58 769	9 299	65 215	7 295	698	8 174	11 278	4 295	306 705
Area (thousand ha)	*24 250*	*12 301*	*2 765*	*8 563*	*1 923*	*123*	*2 611*	*2 913*	*1 321*	*56 771*
Yield (tonnes/ha)	*5.8*	*4.8*	*3.4*	*7.6*	*3.8*	*5.7*	*3.1*	*3.9*	*3.3*	*5.4*
Imports (from third countries)	3 500	500	1 500	15 000	75	163	5		154	20 897
Total supply	**155 290**	**64 913**	**13 650**	**97 617**	**8 066**	**1 000**	**8 644**	**12 968**	**5 955**	**368 102**
Total domestic use	116 706	50 993	9 465	74 934	7 302	874	7 970	12 018	4 734	284 996
Human consumption	47 990	362	8 032	5 426	3 059	155	1 148	52	23	66 247
Seed	4 774	2 142	498	408	408	29	450	531	69	9 309
Industrial uses	10 800	9 089	95	11 700	1 666		102	446	102	33 998
of which bioethanol/biofuel	*4 665*	*437*		*6 200*	*953*			*344*	*14*	*12 613*
Animal feed	52 241	39 000	800	56 800	2 100	690	6 200	10 900	4 500	173 231
Losses	900	400	40	600	70		70	90	40	2 210
Exports (to third countries)	23 000	8 000	1 400	1 000	155	3	193	2	8	33 761
Total use	**139 706**	**58 993**	**10 865**	**75 934**	**7 457**	**877**	**8 163**	**12 020**	**4 742**	**318 757**
Ending stocks**	**15 584**	**5 919**	**2 785**	**21 683**	**609**	**122**	**481**	**948**	**1 213**	**49 345**
Change in stocks**	5 477	276	-66	4 281	-87	-17	16	-742	-293	8 844

EU BALANCE SHEET 2017/18

- Production forecast above average (around 307m t, + 3,3% y/y) despite a decrease of total EU cereal area (55.5m ha, -2,1% y/y)

- Increase of total imports
  - Record for **maize**?

- Decrease of total exports
  - Lowest figure for **soft wheat** since 2012

- Increase of the ending stocks

EU cereals trade 2017/18 (update of Situation at 23/05/2018)

- **Imports:** 21.2m t (15.8m t last year; 19m t two years ago)
  - 3.65m t soft wheat ↑ +20% y/y
  - 1.28m t durum wheat ↓ -20% y/y
  - 15.4m t maize ↑ +44% y/y
  - 0.43m t barley ↑ +12% y/y

- **Exports:** 28.6m t (34.8m t last year; 44.2m t two years ago)
  - 18.7m t soft wheat ↓ -20% y/y
  - 5m t barley ↑ +2% y/y
  - 1.02m t durum wheat ↓ -24% y/y
  - 1.18m t maize ↓ -46% y/y

- So far, the EU is a net cereal exporter of 7.4m t, against 19m t last year and 25.2m t two years ago.

2018/19 Marketing Year

Cereals

EU 28- 2018 Production Forecasts

EU EVOL CEREALS USABLE PRODUCTION					
Million tonnes	2016/2017	2017/2018	2018/2019 March fcst	2018/2019 April fcst	% change 2017/2018
TOTAL	**296,7**	**306,7**	**305,0**	**306,2**	-0,2
Soft wheat	133,9	141,7	141,0	141,5	-0,1
Durum wheat	9,6	9,3	8,7	8,8	-5,4
Barley	59,4	58,8	61,4	61,3	4,3
Maize	62,8	65,2	63,9	64,0	-1,8
Rye	7,2	7,3	7,3	7,4	1,4
Oats	8,0	8,2	7,8	8,2	0,0

Sources : DG AGRI -G4

European Commission

EU 28 Cereals Balance Sheet

Thousand metric tonnes

LAST UPDATED: 26/04/2018	2018/19 (forecast)									
	Common wheat	Barley	Durum wheat	Maize	Rye	Sorghum	Oats	Triticale	Others	TOTAL CEREALS
Beginning stocks	**15 584**	**5 919**	**2 785**	**21 683**	**609**	**122**	**481**	**948**	**1 213**	**49 345**
Usable production	141 505	61 313	8 792	64 006	7 423	722	8 218	10 805	3 393	306 175
Area (thousand ha)	*23 337*	*12 105*	*2 679*	*8 392*	*1 982*	*136*	*2 684*	*2 698*	*1 518*	*55 532*
Yield (tonnes/ha)	*6.1*	*5.1*	*3.3*	*7.6*	*3.7*	*5.3*	*3.1*	*4.0*	*2.2*	*5.5*
Imports (from third countries)	3 116	500	2 093	13 300	67	153	5		158	19 391
Total supply	**160 205**	**67 732**	**13 670**	**98 989**	**8 099**	**997**	**8 703**	**11 753**	**4 763**	**374 911**
Total domestic use	118 609	50 365	9 489	75 774	7 061	875	7 723	11 618	4 484	285 998
Human consumption	48 134	363	8 056	5 426	3 068	156	1 152	52	23	66 430
Seed	4 774	2 142	498	408	408	29	450	531	69	9 309
Industrial uses	10 800	9 089	95	11 700	1 666		102	446	102	33 998
of which bioethanol/biofuel	*4 665*	*437*		*6 200*	*953*			*344*	*14*	*12 613*
Animal feed	54 000	38 370	800	57 640	1 850	690	5 950	10 500	4 250	174 051
Losses	900	400	40	600	70		70	90	40	2 210
Exports (to third countries)	27 000	10 486	1 257	2 596	165	3	208	2	8	41 724
Total use	**145 609**	**60 850**	**10 746**	**78 370**	**7 226**	**877**	**7 931**	**11 620**	**4 492**	**327 722**
Ending stocks**	**14 596**	**6 882**	**2 924**	**20 619**	**873**	**120**	**772**	**132**	**272**	**47 190**
Change in stocks**	-988	962	139	-1 064	264	-2	291	-815	-941	-2 155

EU BALANCE SHEET 2018/19

- Production forecast: around average (306m t, - 0,2% y/y) based on:
  - + Areas communicated by Member States
  - + Yield forecasts, except for maize (trend)
  - + Further decrease of total EU cereal area (54.9m ha, -1,1% y/y)
- Increase of the total exports
- Decrease of ending stocks

EU Oilseeds and Protein Crops Production

EU Oilseeds

EU OILSEEDS AREA

Million ha	AVG 5 yrs trimmed	2017/18	2018/19 March	2018/19 April	%change 2017/18	%change 5yrs trimmed
Rapeseed	6.7	6.7	6.78	6.78	1.0	1.9
Sunflower	4.3	4.4	4.24	4.24	-3.5	-1.1
Soja	0.8	1.0	0.91	0.91	-6.1	18.6
TOTAL	11.7	12.1	11.93	11.93	-1.2	1.9

Sources : EC - DG AGRI

EU OILSEEDS PRODUCTION

Million tonnes	AVG 5 yrs trimmed	2017/18	2018/19 March	2018/19 April	%change 2017/18	%change 5yrs trimmed
Rapeseed	22.1	21.8	22.3	22.6	3.6	2.3
Sunflower	9.3	10.4	9.9	9.9	-4.9	6.4
Soja	2.5	2.7	2.8	2.8	3.7	10.1
TOTAL	33.9	34.9	35.0	35.2	1.0	4.0

Sources : EC - DG AGRI

EU rapeseed (MS)

Rapeseed Production Million tonnes	AVG 5 yrs trimmed	2017/18	2018/19 March	2018/19 April	%change 2017/18	%change 5yrs trimmed
TOTAL EU	21.53	21.80	22.27	22.57	3.6	4.8
France	5.14	5.39	5.12	5.13	-4.8	-0.4
Germany	5.13	4.28	4.71	4.97	16.2	-3.1
Poland	2.69	2.70	2.56	2.47	-8.4	-8.2
UK	2.25	2.17	2.20	2.21	2.2	-1.7
Czech Republic	1.35	1.14	1.31	1.31	14.8	-3.1
Romania	1.09	1.68	1.82	1.86	10.4	70.6
Others	3.87	4.44	4.56	4.62	4.0	19.3

EU Oilseeds 2018/19: key messages

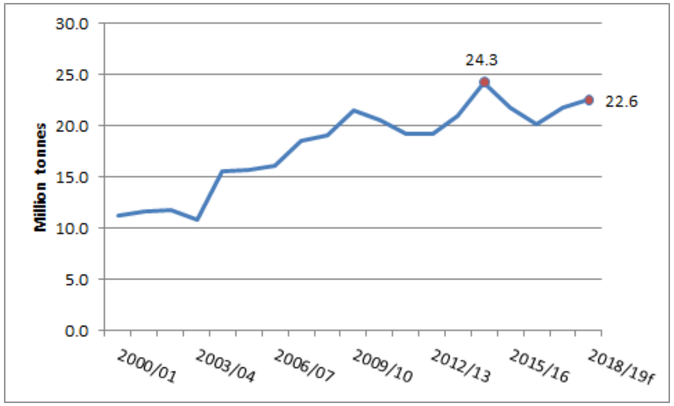
Oilseeds

Production forecast at near record level of 35.2 m t (rapeseed, sunflower and soya) - +4 % vs 5 years average

Rapeseed second highest level of production (22.6 m t) due to an increase in area and good yields (at EU level)

Production in France and Germany

on average.



European Commission

Thank you for your attention!

Presentations & Balance sheets available at:

http://ec.europa.eu/agriculture/cereals/index_en.htm

EU Crops Market Observatory

https://ec.europa.eu/agriculture/market-observatory/crops_en

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