European Commission

Market situation Cereals

AGRI C 4

Civil Dialogue Group on Animal Products

- Pig Meat -

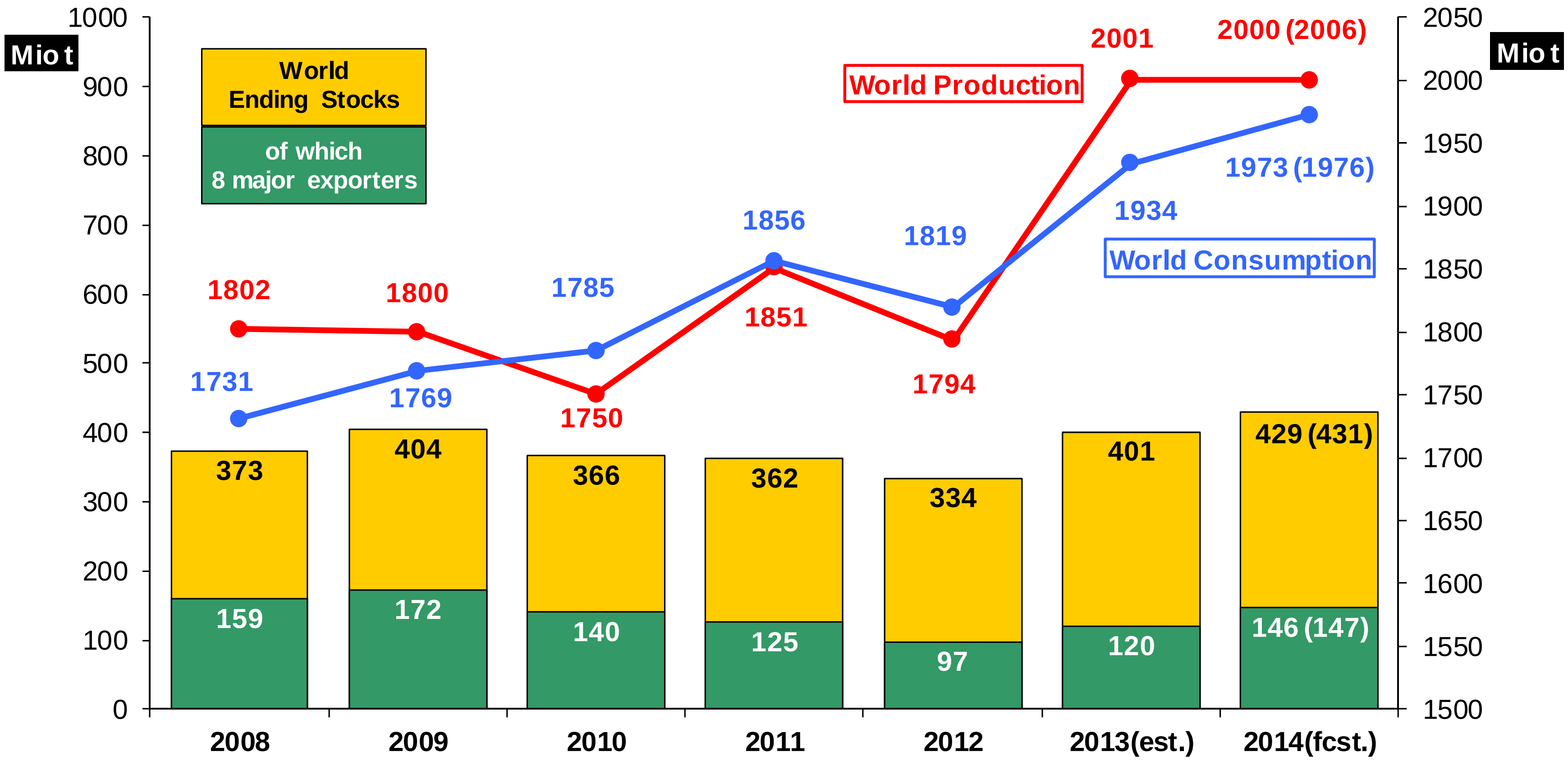
14 April 2015

Agriculture and Rural Development

European Commission

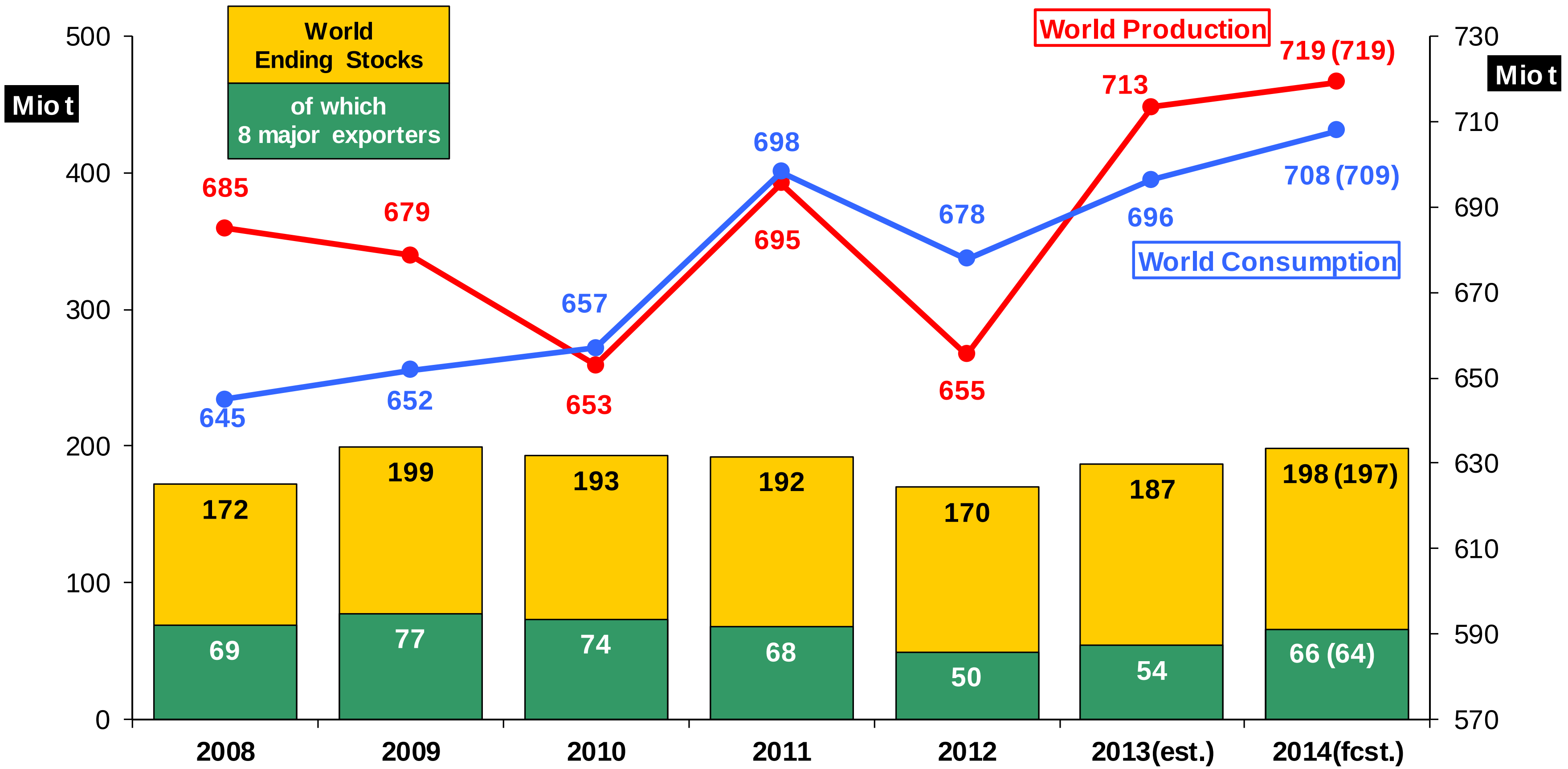
World Forecasts

World cereals: IGC



Source: IGC March report

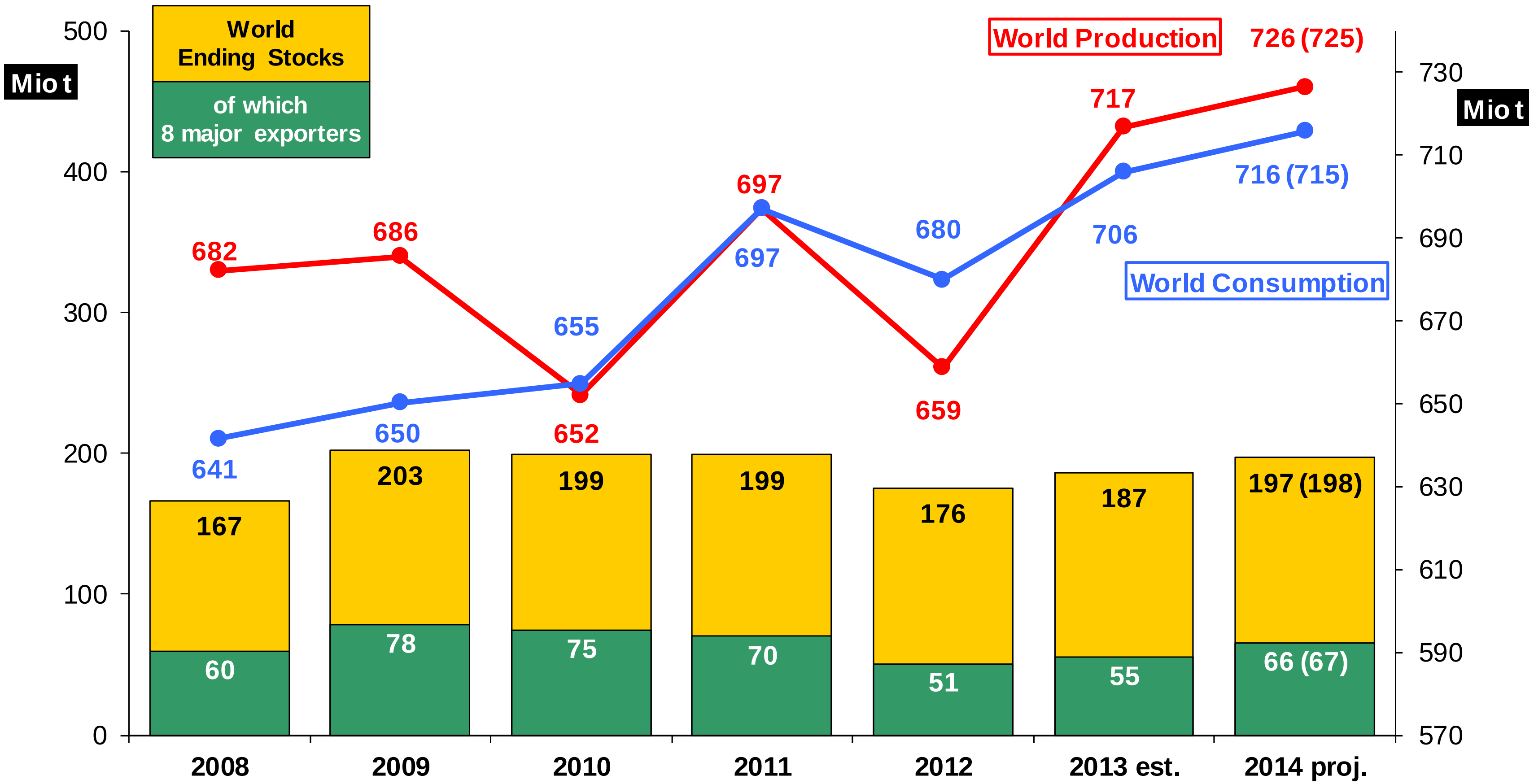
World wheat: IGC



Source: IGC March report

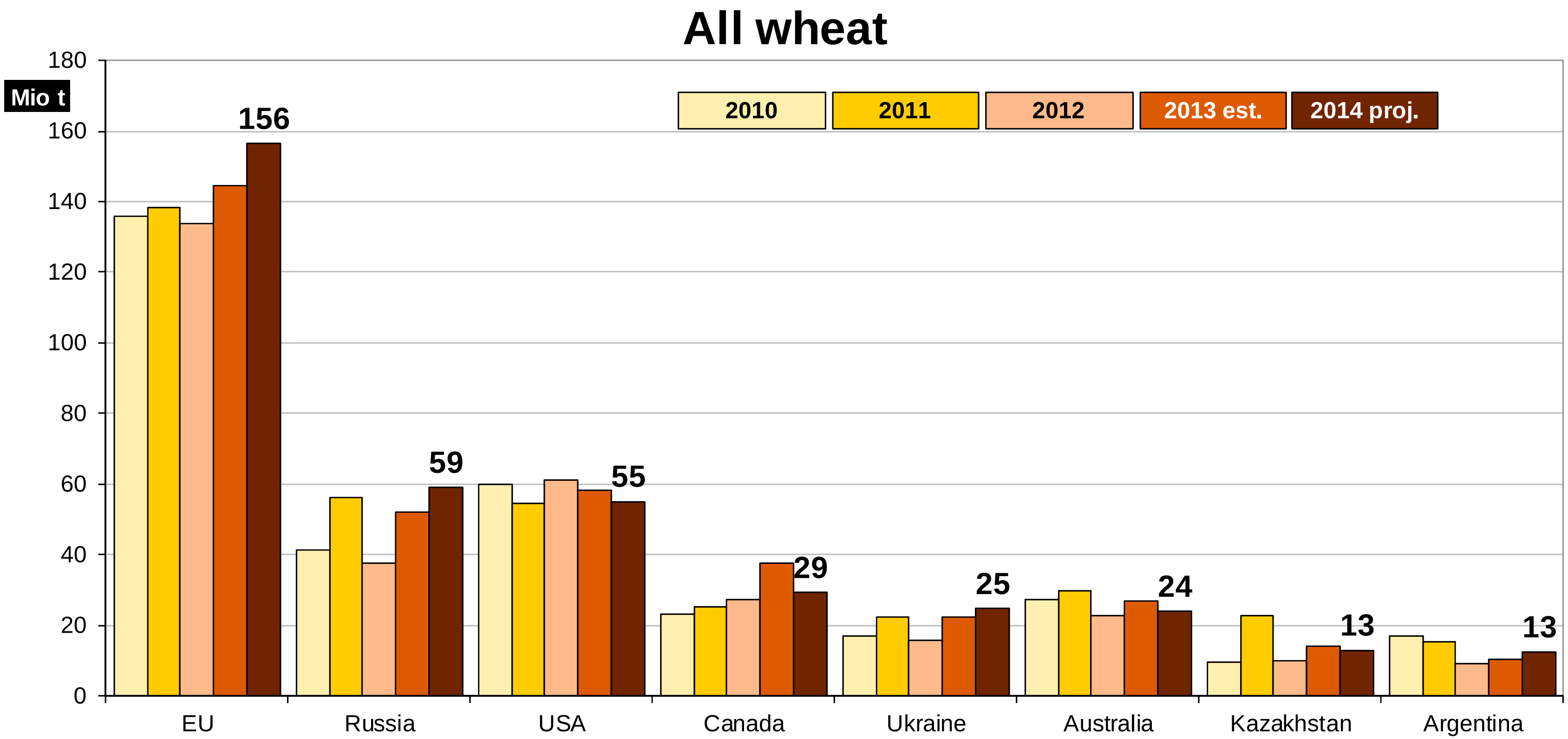
European Commission

World wheat: USDA



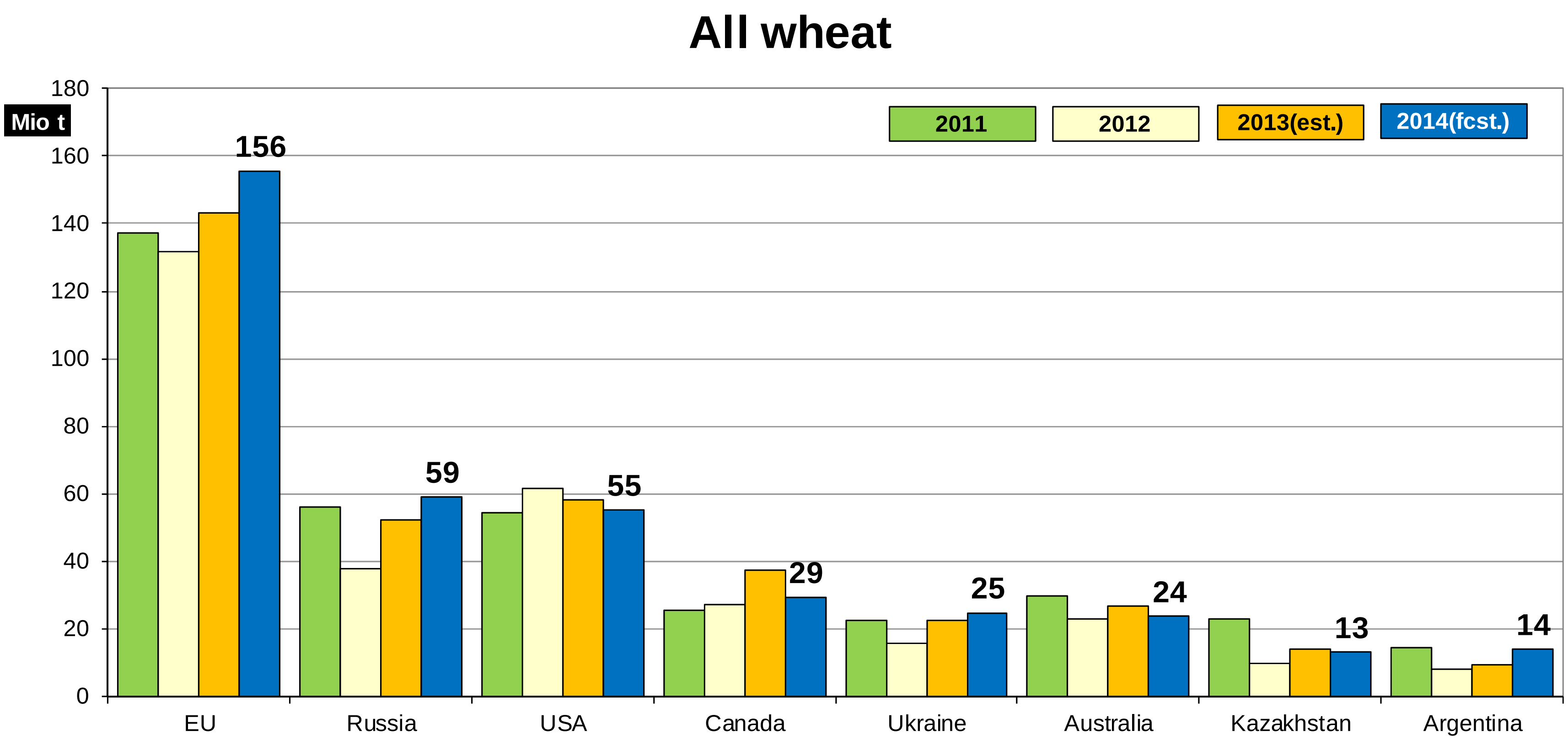
Source: USDA April report

USDA: Wheat production forecast



Source: USDA April

IGC: Wheat production forecast



Source: IGC March report

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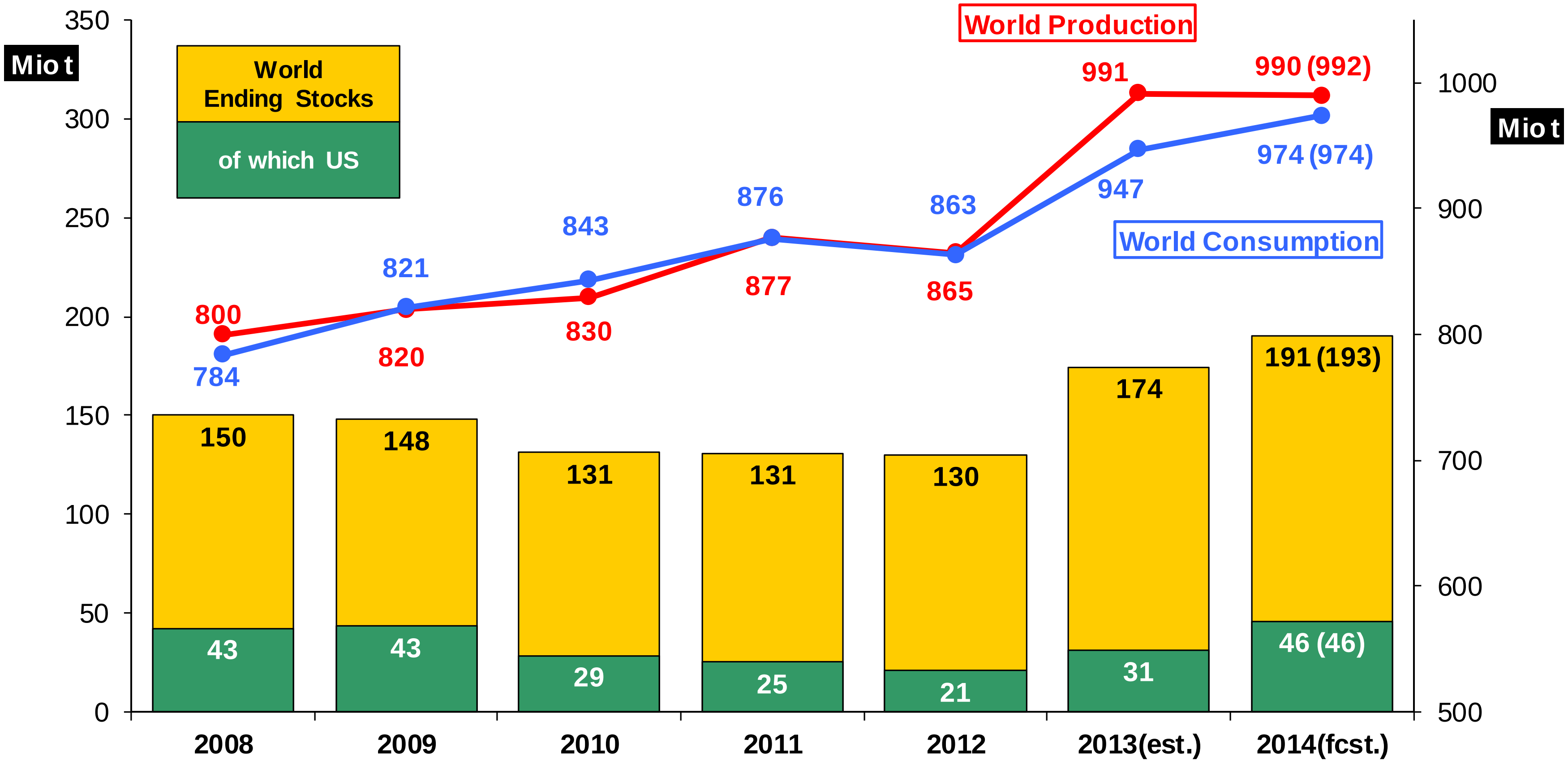
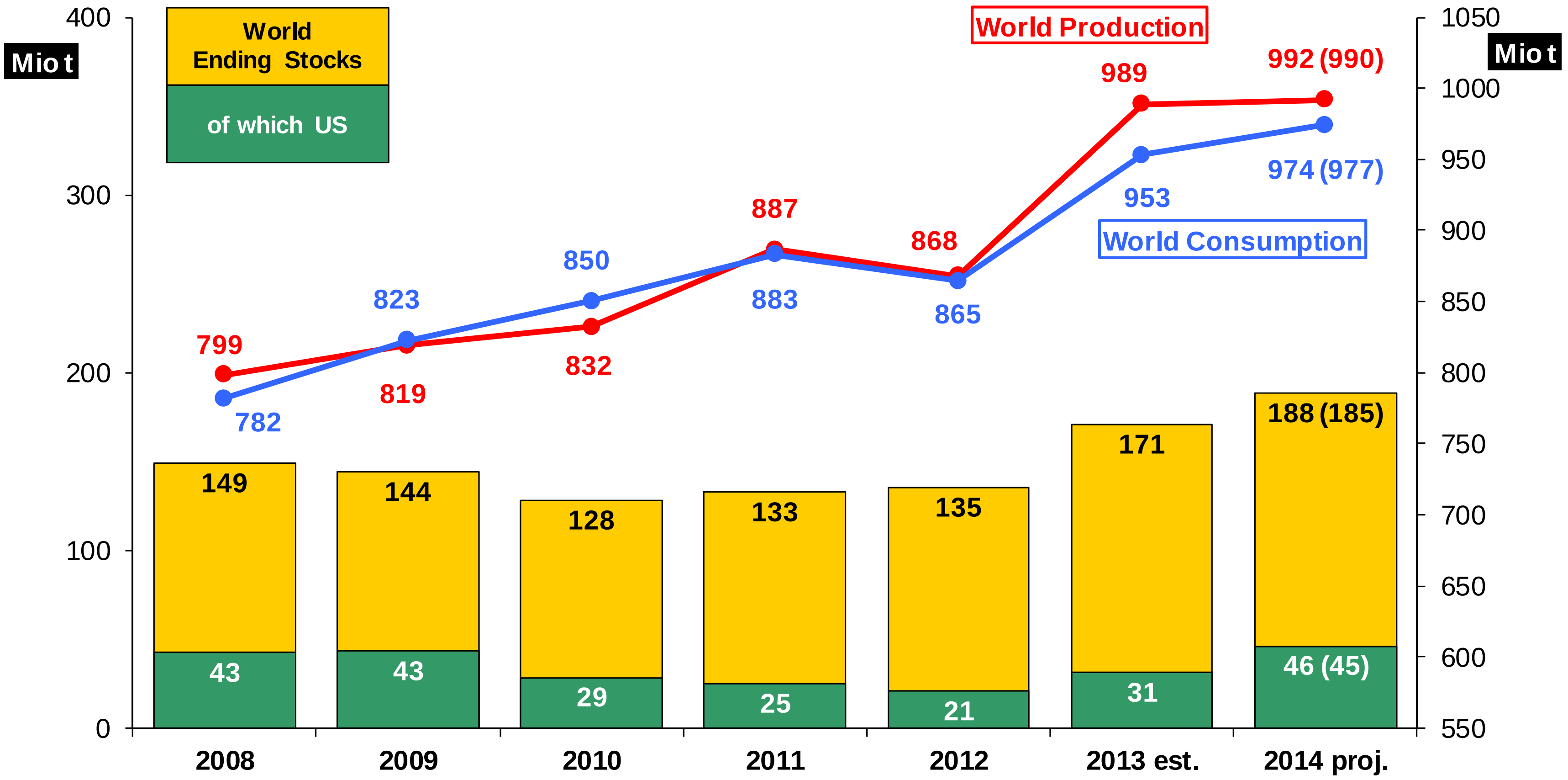
World maize: IGC



Source: IGC March report

European Commission

World maize: USDA



Source: USDA April report

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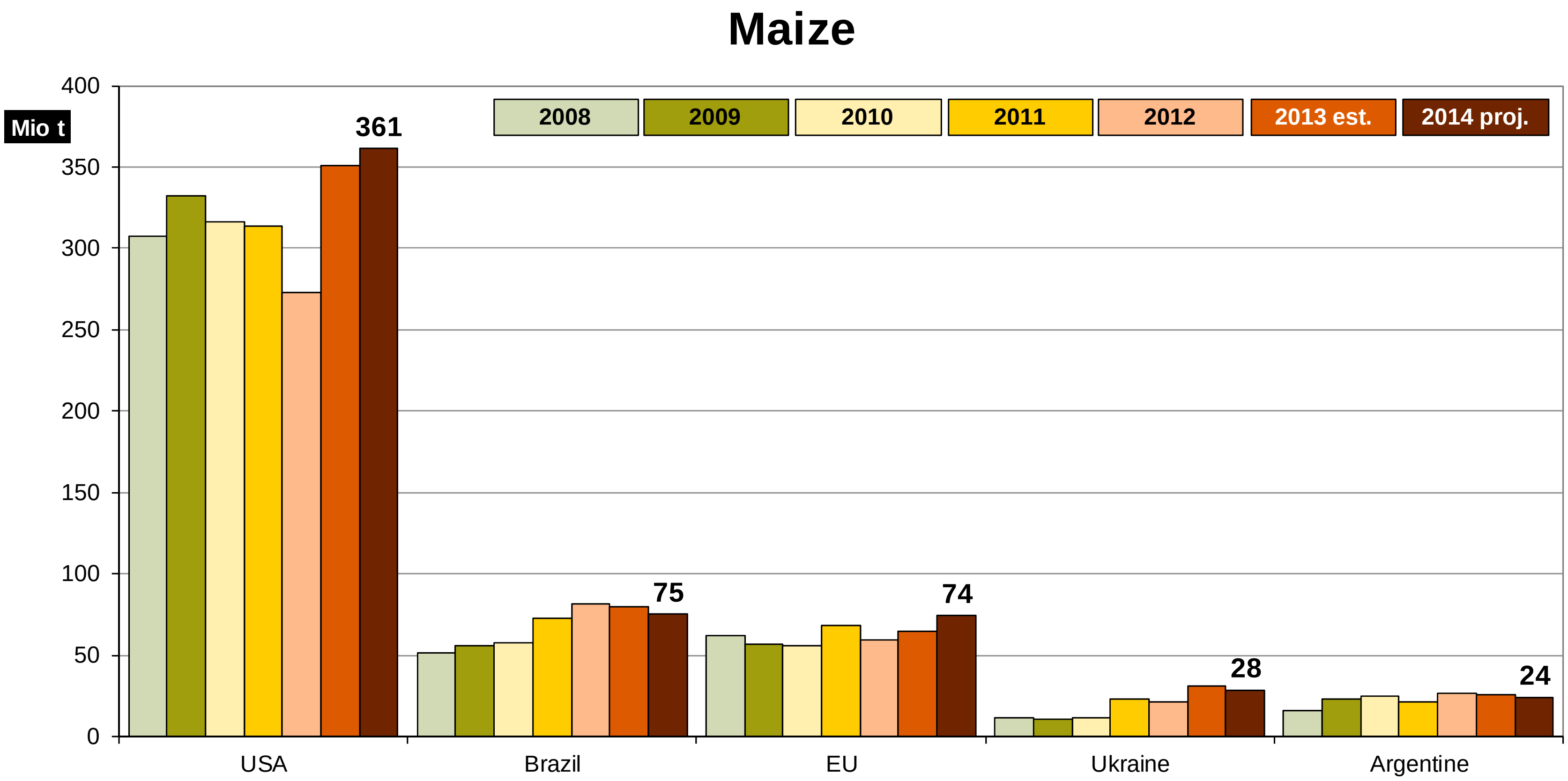
USDA: maize production forecast



Source: USDA April report

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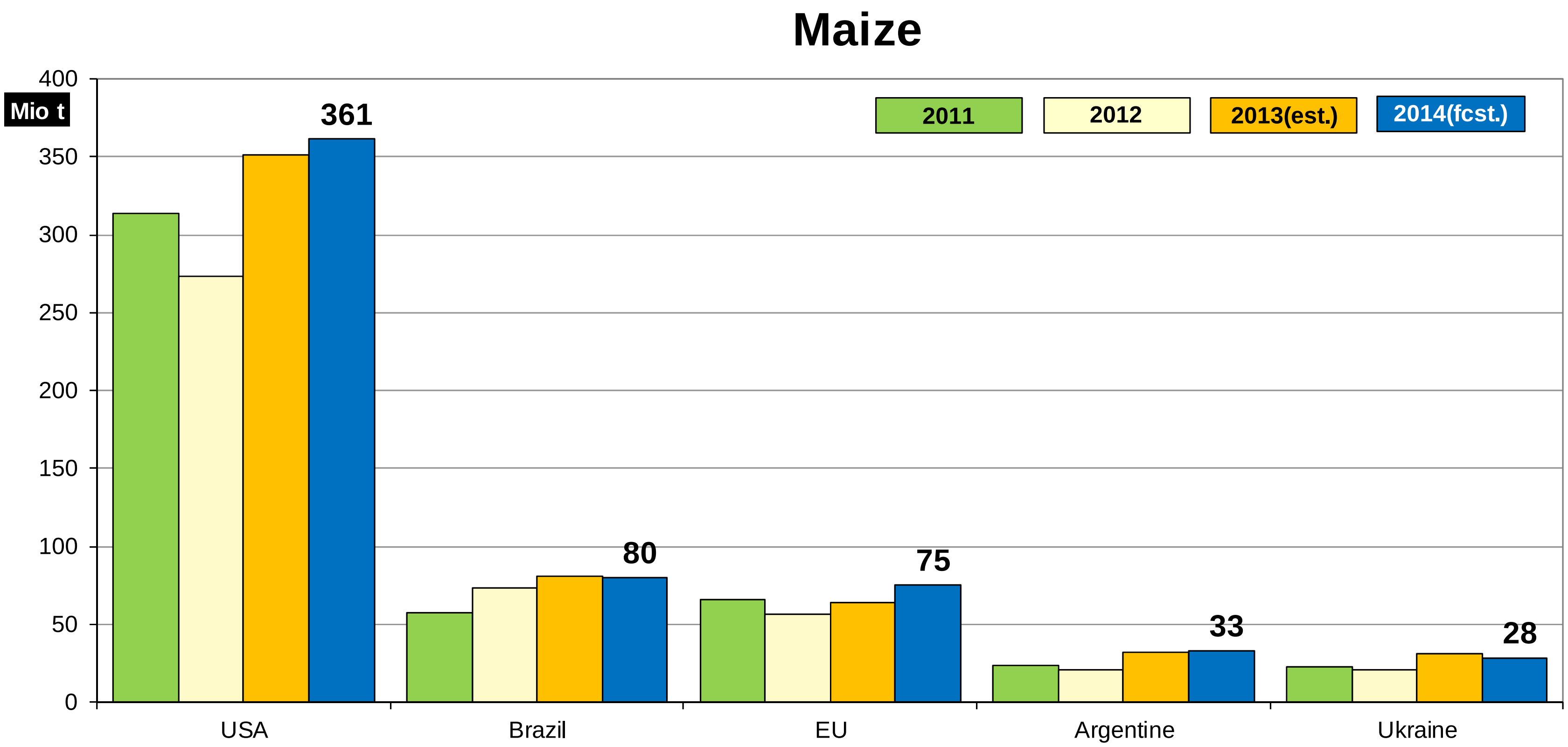
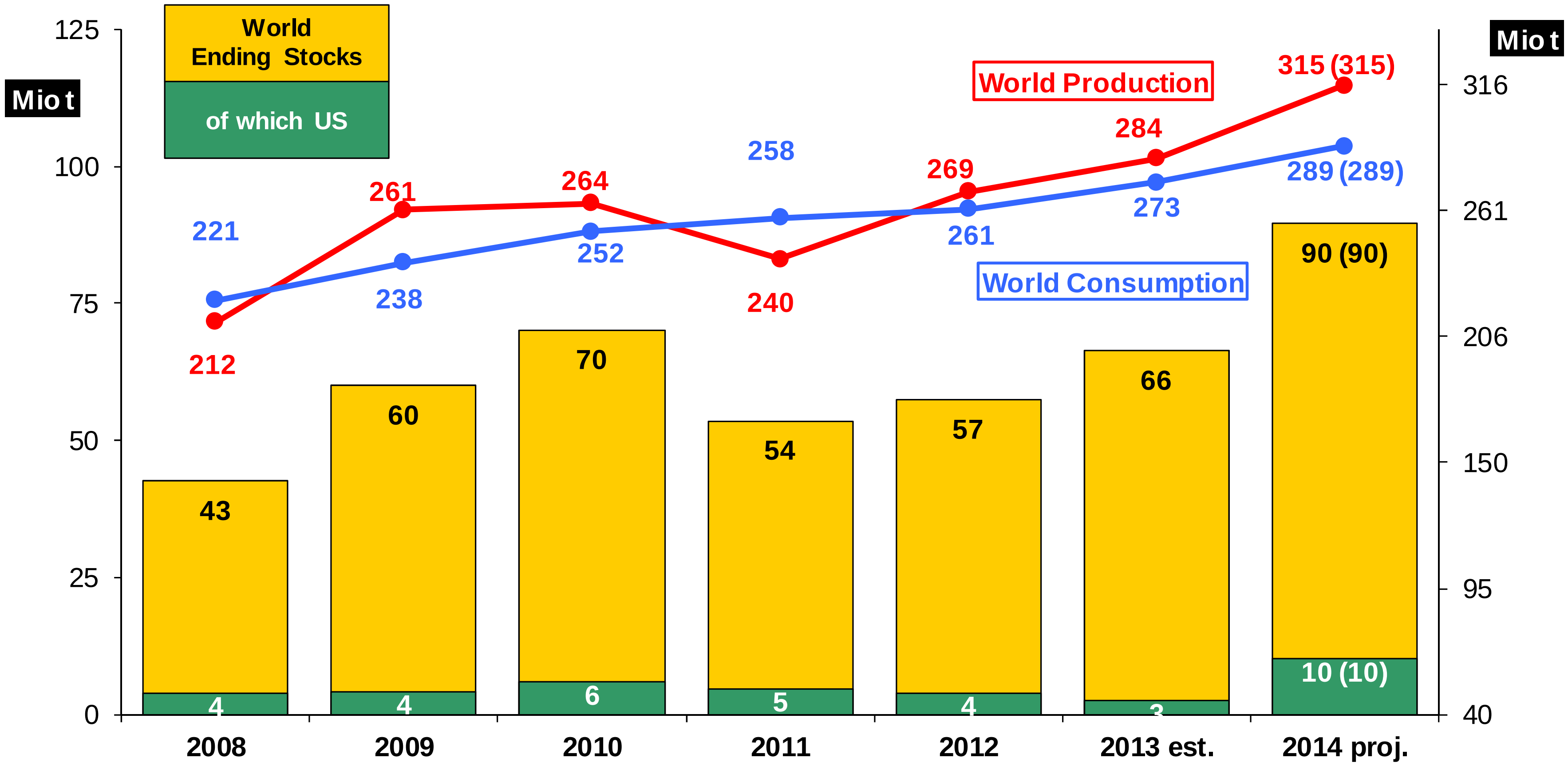
IGC: maize production forecast



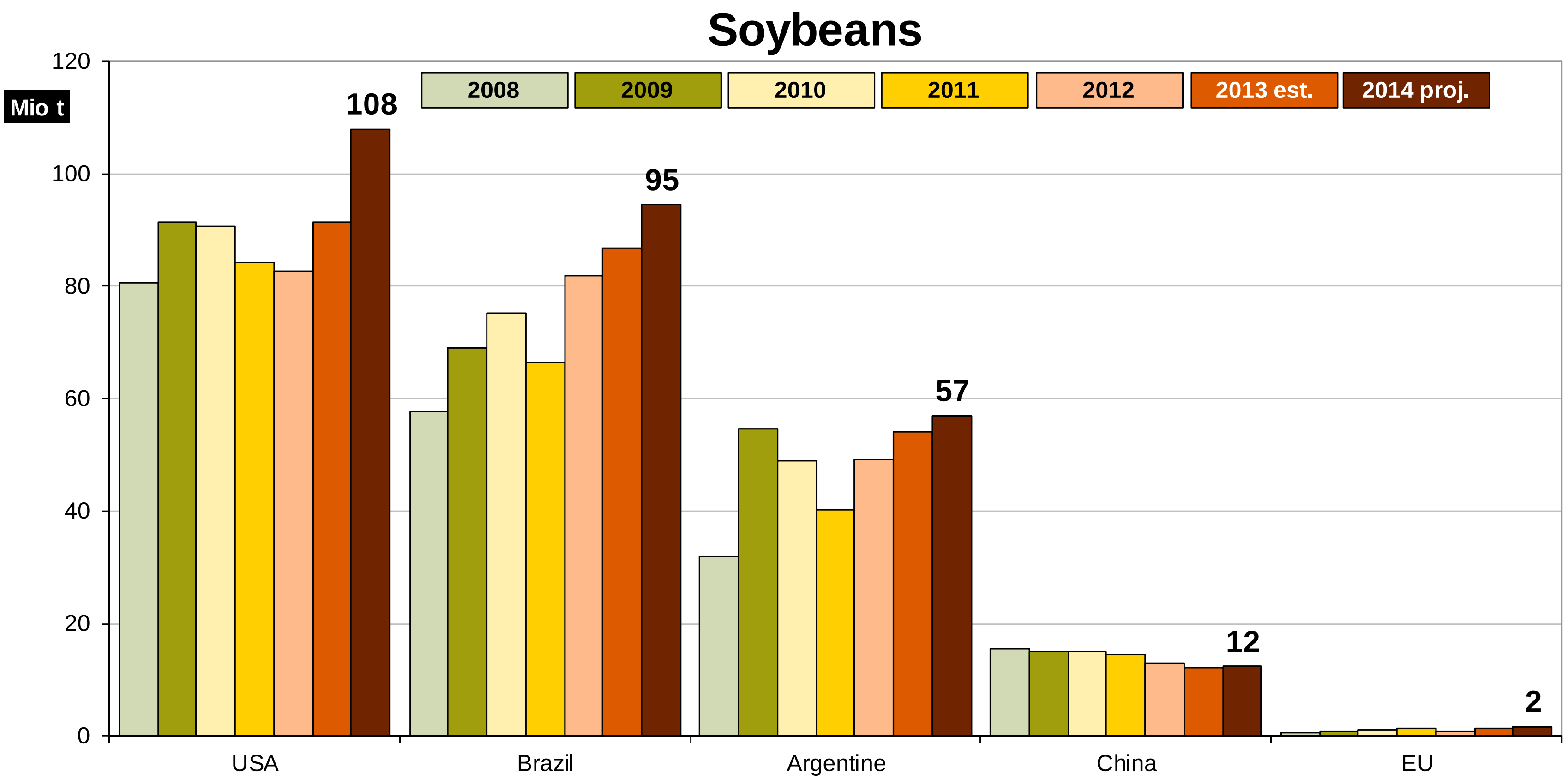
Source: IGC March report

World soya: USDA



Source: USDA April report

USDA: soybeans production forecast



Source: USDA April report

IGC 2015/16
Preliminary prospects (26 03 2015)

World total grains: 1,937 Mt (-3% y/y)

Wheat: production put at 709 Mt (- 10 Mt or – 1.5%y/y)

- EU: 147.2 Mt (- 5.4%), US: 59 Mt (+7%), RUS: 51.4 Mt (-13%), UKR: 19.6 Mt (-21%), CAN: 30.4 Mt (+3.8%)
- Demand: marginally up at 711 Mt (food use: 484 Mt ↗, feed use: 138 Mt ↘)
- Balance: - 2Mt (vs. + 11 Mt in 14/15)

Maize: harvested area to decline by 2 M ha to 173.2 M ha

- Production: tentatively put at 941 Mt (- 49 Mt or -5%)
- EU: 67 Mt (-11%), US: 331 Mt (-8.3%), UKR: 25 Mt (-12%)

EU Balance Sheets and Forecasts

EU BALANCE SHEET 2014/2015

Production at record level

Record trade expected

Higher use for animal feed

Strong recovery in stocks

European Commission

EU-28	Cereals balance sheet:Marketing year: 2014/2015									(Mio t)
Mar-15	Common wheat	Barley	Durum	Maize	Rye	Sorghum	Oats	Triticale	Others	EUR 28
Beginning stocks (01.07.2014)	9,1	7,2	0,3	15,6	1,1	0,2	0,6	0,6	0,3	34,9
Usable production	148,2	60,0	7,7	76,0	8,7	0,8	7,8	13,0	4,6	326,8
Import	3,0	0,1	2,4	8,0	0,1	0,2	0,0	0,0	0,1	13,9
TOTAL AVAILABILITIES	160,3	67,3	10,4	99,5	9,9	1,2	8,4	13,6	5,0	375,7
USE										
- Human	48,0	0,4	8,1	5,0	3,0	0,2	1,1	0,1	0,0	65,7
- Seed	4,7	2,3	0,4	0,5	0,5	0,0	0,5	0,5	0,3	9,6
- Industrial	10,5	9,3	0,1	10,0	1,5	0,0	0,1	0,6	0,1	32,1
of which alcohol										12,6
o.w. bioethanol/biofuel	4,4	0,7		4,7	0,8			0,5		11,0
- Animal feed	51,9	36,4	0,1	59,5	3,5	0,6	4,9	11,3	3,3	171,5
TOTAL USE	115,0	48,3	8,7	74,9	8,5	0,8	6,6	12,4	3,7	279,0
Losses (excl on-farm)	0,9	0,4	0,1	0,6	0,1	0,0	0,1	0,1	0,0	2,2
Solde disponible	44,3	18,6	1,7	24,1	1,3	0,4	1,7	1,1	1,3	94,5
Export	31,0	10,0	1,1	3,2	0,1	0,0	0,2	0,0	0,0	45,6
Ending stocks (30.06.2015)	13,3	8,6	0,6	20,9	1,2	0,4	1,6	1,1	1,3	48,9
Ending stocks (28.02.2015)	60,8	26,7	3,3	45,1	3,9	0,5	3,8	5,2	2,7	152,2

EU 28- 2015 areas Forecasts

EU EVOL CEREALS AREA					
Mio ha	2013	2014	2015 February fcst	2015 March fcst	% change 2014/2015
TOTAL	**57,9**	**58,9**	**57,7**	**57,6**	-2,1
Soft wheat	23,4	25,1	24,2	24,1	-4,0
Durum wheat	2,4	2,3	2,4	2,4	3,1
Barley	12,7	12,4	12,6	12,6	1,6
Maize	9,8	9,6	9,2	9,2	-4,3
Rye	2,6	2,1	2,2	2,2	5,9
Oats	2,6	2,5	2,6	2,6	2,6
Sources : DG AGRI - C4					

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EU 28- 2015 Production Forecasts

EU EVOL CEREALS USABLE PRODUCTIONS					
Mio t	2013/2014	2014/2015	2015/2016 February fcst	2015/2016 March fcst	%change 2014/2015
TOTAL	**304,8**	**326,8**	**309,3**	**309,7**	-5,2
Soft wheat	135,1	148,2	141,5	141,1	-4,8
Durum wheat	8,0	7,7	8,1	8,1	5,2
Barley	60,6	60,0	58,6	59,6	-0,7
Maize	66,8	76,0	68,0	68,0	-10,5
Rye	10,1	8,7	8,4	8,4	-3,4
Oats	8,3	7,8	8,0	8,0	2,6

Sources : DG AGRI -C4

EU 28- 2015 production Forecasts

2015/2016 Marketing Year				
	usable prod			
Mio t	EC DG AGRI Mars	Stratégie Grain Mars	CCR Mars	Copa Cogeca Mars
Cereals	309,7	307,2	301,3	293,9
Soft Wheat	141,1	140,4	136,8	138,4
Durum Wheat	8,1	7,9	8,2	7,8
Barley	59,6	58,1	56,8	46,7
Maize	68,0	68,2	66,1	69
Rye	8,0	8,4	8,5	9

EU-28	Cereals balance sheet:Marketing year: 2015/2016									
Mar-15	Common									(Mio t)
	wheat	Barley	Durum	Maize	Rye	Sorghum	Oats	Triticale	Others	EUR 28
Beginning stocks (01.07.2015)	13,3	8,6	0,6	20,9	1,2	0,4	1,6	1,1	1,3	48,9
Usable production	141,1	59,6	8,1	68,0	8,4	0,6	8,0	11,6	4,4	309,7
Import	3,1	0,1	1,8	8,9	0,1	0,2	0,0	0,0	0,1	14,3
TOTAL AVAILABILITIES	157,5	68,3	10,5	97,7	9,6	1,2	9,6	12,7	5,8	373,0
USE										
- Human	48,0	0,4	8,1	5,0	3,0	0,2	1,2	0,1	0,3	66,1
- Seed	4,7	2,3	0,4	0,5	0,5	0,0	0,5	0,5	0,3	9,6
- Industrial	10,6	9,3	0,1	10,0	1,5	0,0	0,1	0,6	0,1	32,3
of which alcohol										12,8
o.w. bioethanol/biofuel	4,5	0,7		4,7	0,8			0,5		11,2
- Animal feed	50,0	37,1	0,1	59,8	3,4	0,7	4,8	11,4	3,2	170,5
TOTAL USE	113,3	49,0	8,7	75,3	8,4	0,9	6,5	12,5	4,0	278,5
Losses (excl on-farm)	0,9	0,4	0,1	0,6	0,1	0,0	0,1	0,1	0,0	2,2
Solde disponible	43,3	18,9	1,7	21,9	1,2	0,4	3,0	0,1	1,8	92,2
Export	27,1	8,9	1,2	2,7	0,1	0,0	0,2	0,0	0,0	40,2
Ending stocks (30.06.2016)	16,2	10,0	0,6	19,2	1,0	0,4	2,8	0,1	1,8	52,0

EU 28- 2015 Production Forecasts

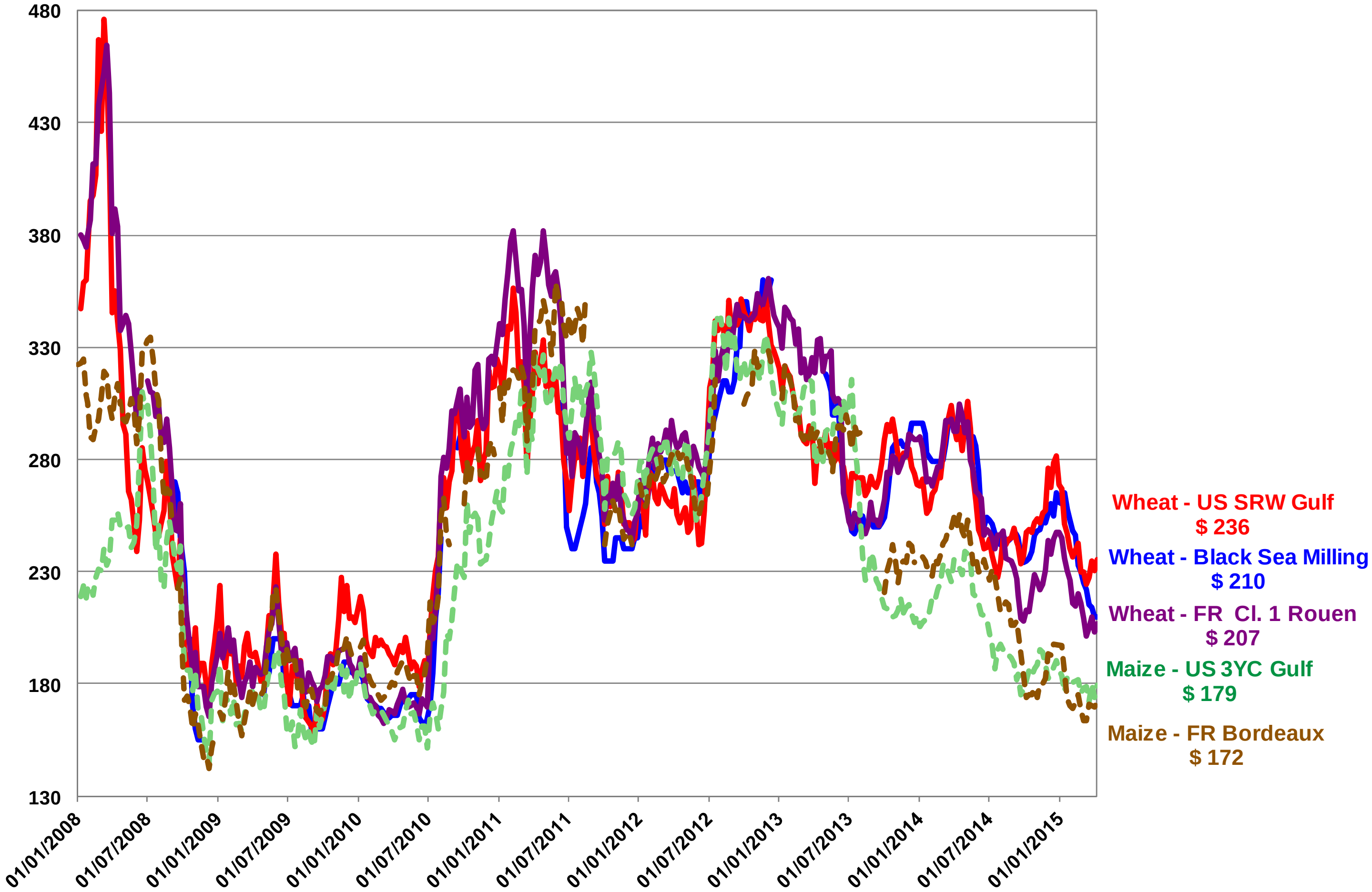
EU EVOL Oilseeds and Protein crops Production

Mio t	2013	2014	2015 March fcst	% change 2014/2015
Rapeseed	20,90	24,06	21,15	-12,1
Sunflower	9,06	9,21	8,68	-5,8
Soja	1,07	1,45	1,41	-3,2
Linseed	0,14	0,13	0,13	4,8
TOTAL	31,17	34,85	31,36	-10,0
Field peas	1,23	1,29	1,44	11,7
Broad beans	1,02	1,15	1,13	-1,8
Sweet lupins	0,13	0,13	0,13	3,1
TOTAL	2,38	2,57	2,70	5,2

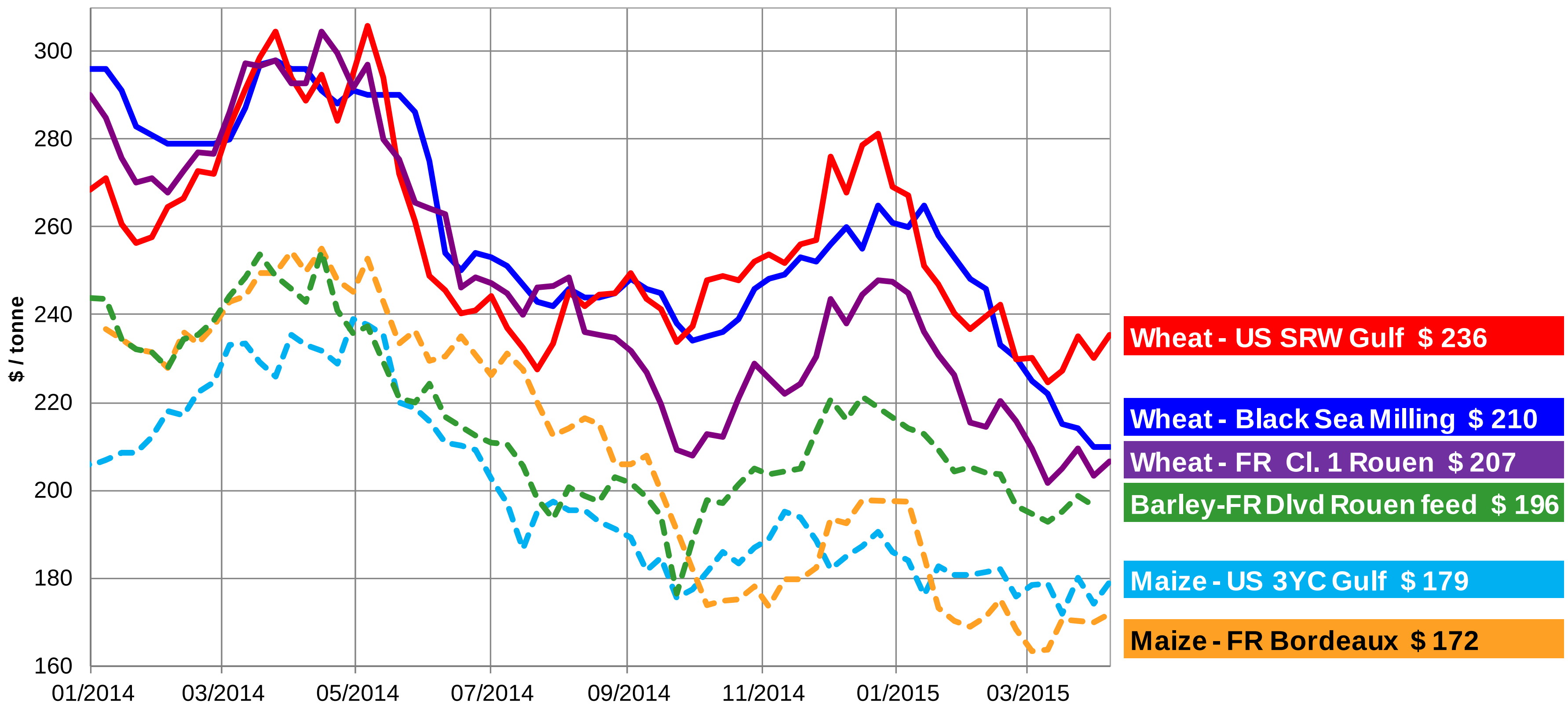
Sources : DG AGRI - C4

Prices

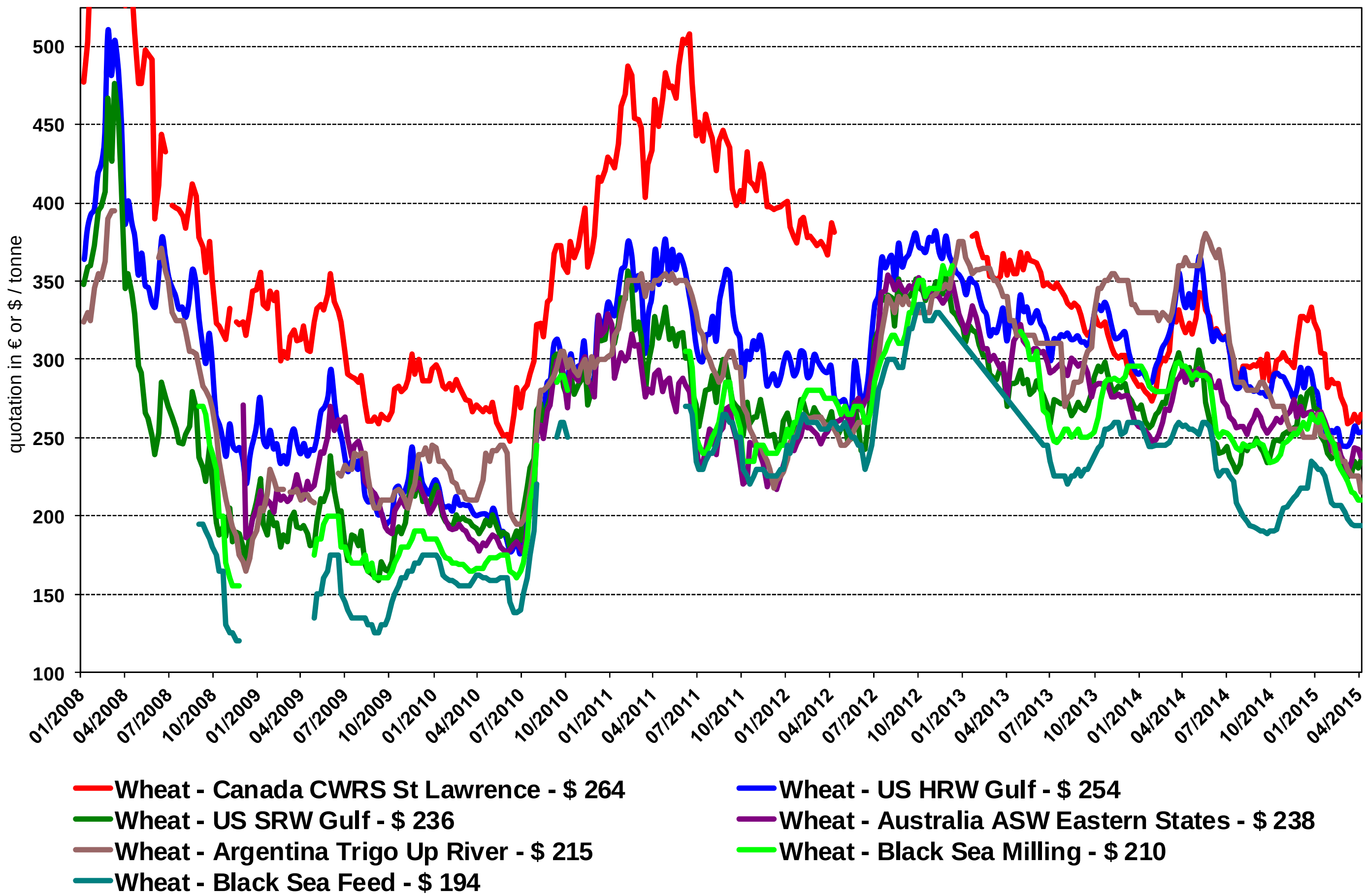
World cereal prices ($/t)



World cereal prices ($/t)



World wheat export prices (fob, US$ per tonne)



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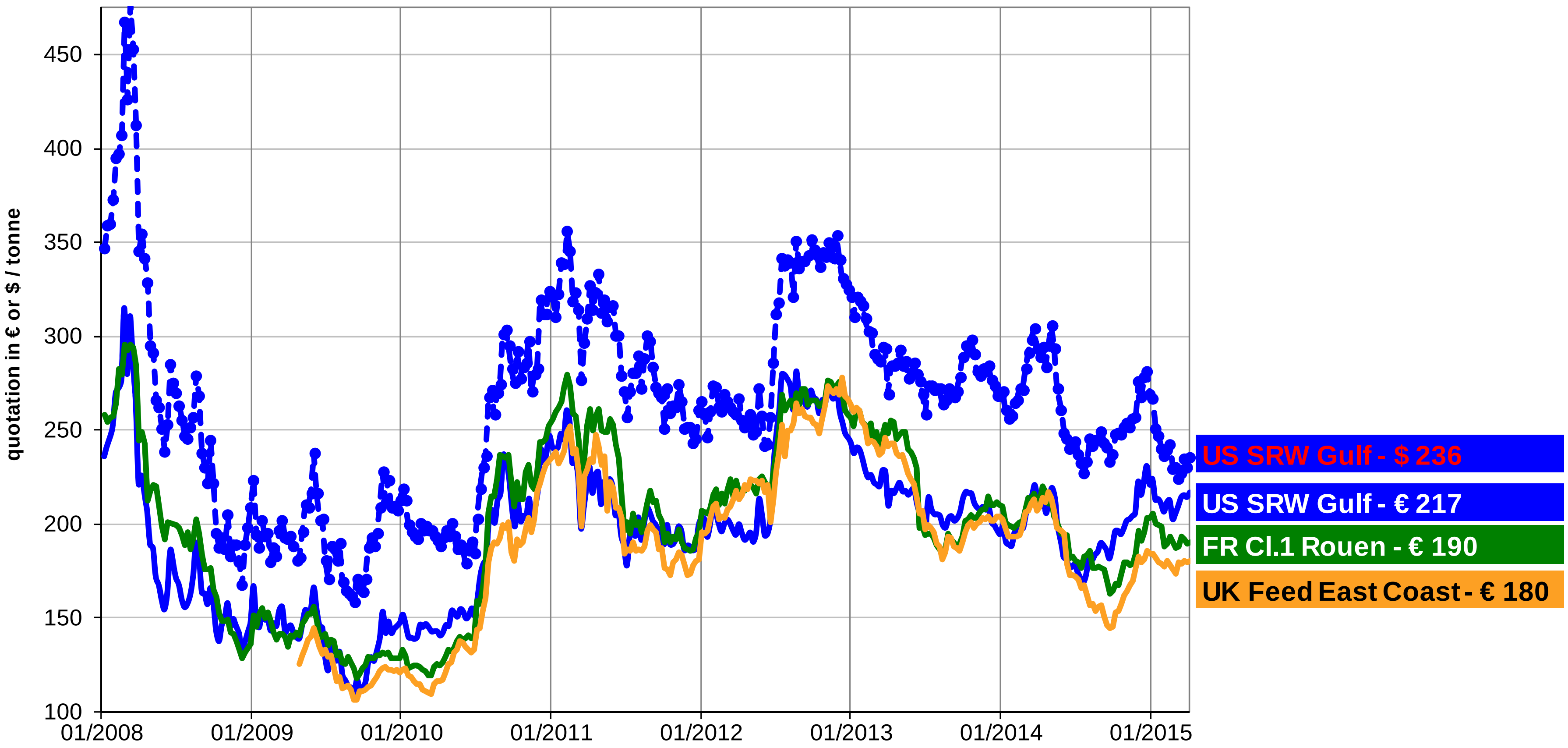
US vs. EU wheat export prices



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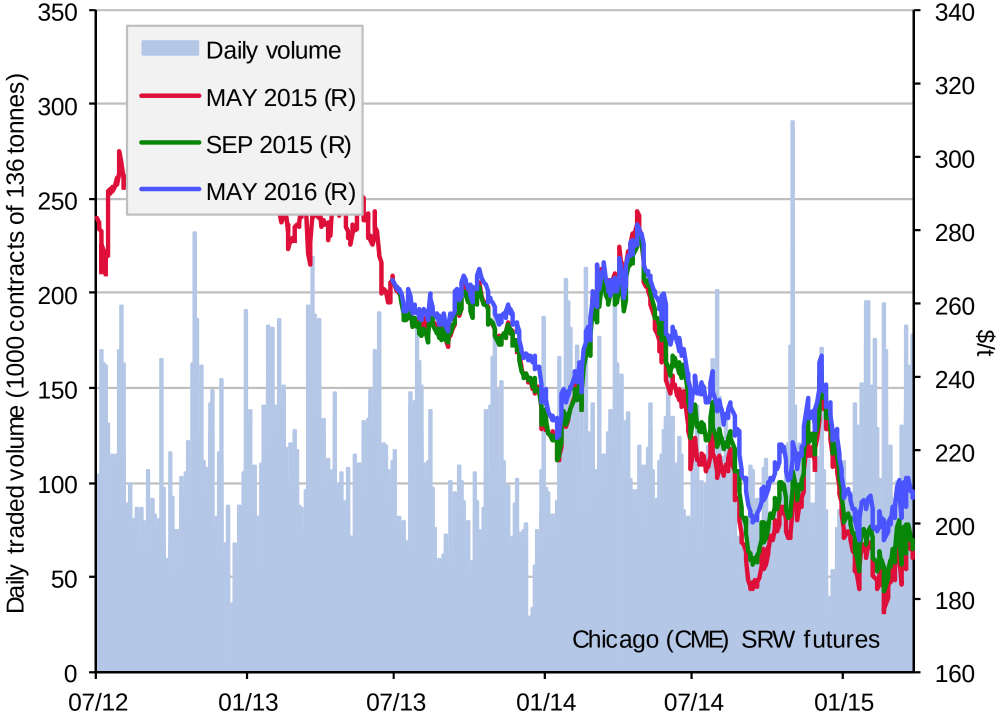
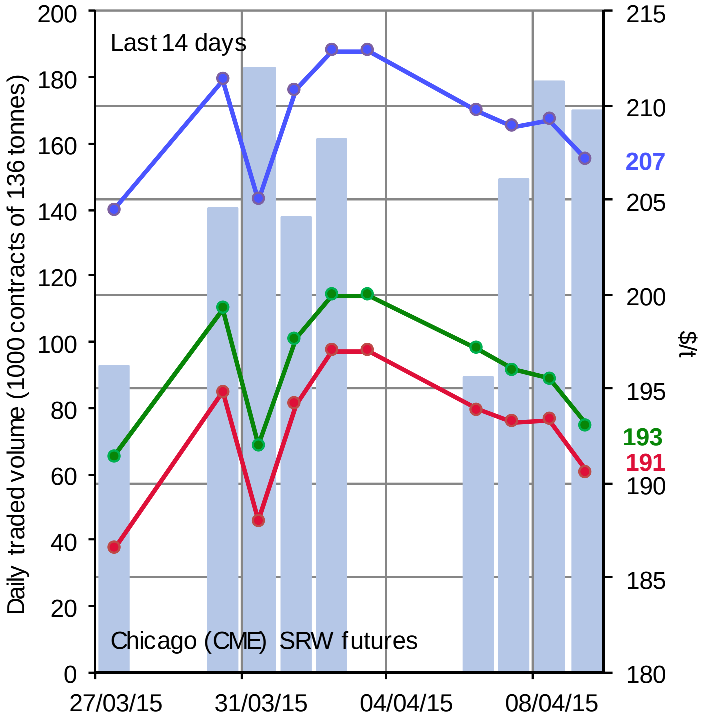
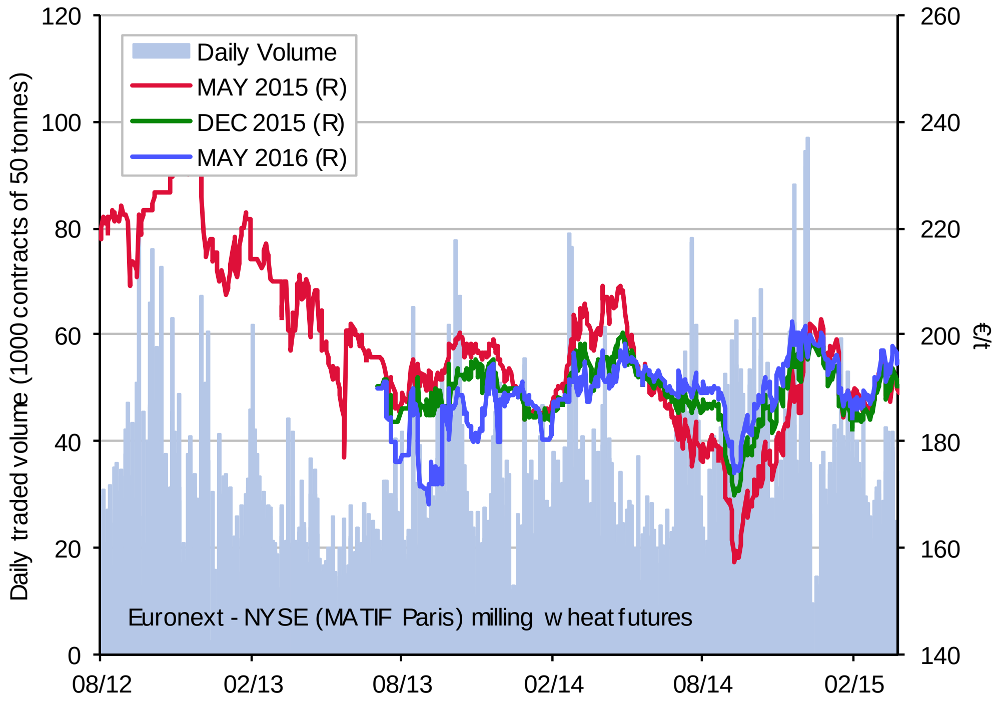
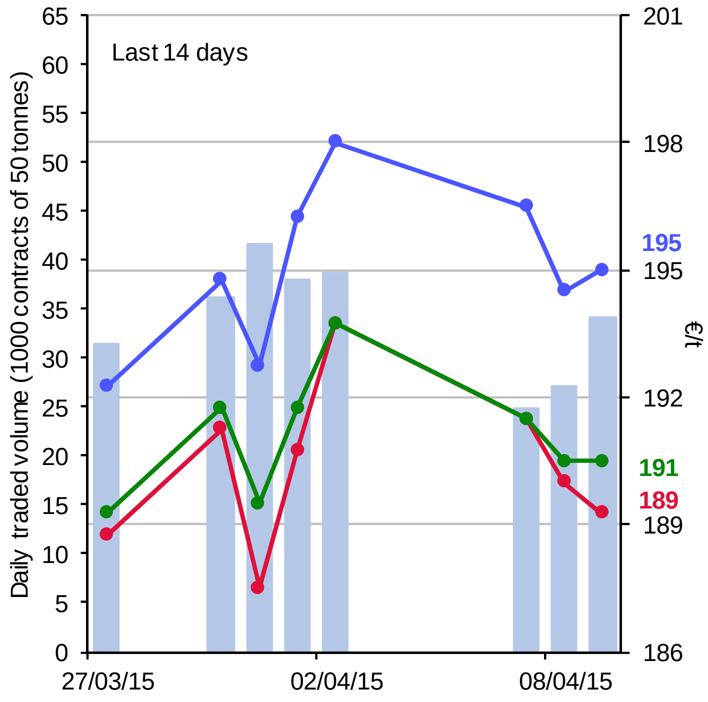
US CME SRW wheat futures





EU Milling Wheat Futures





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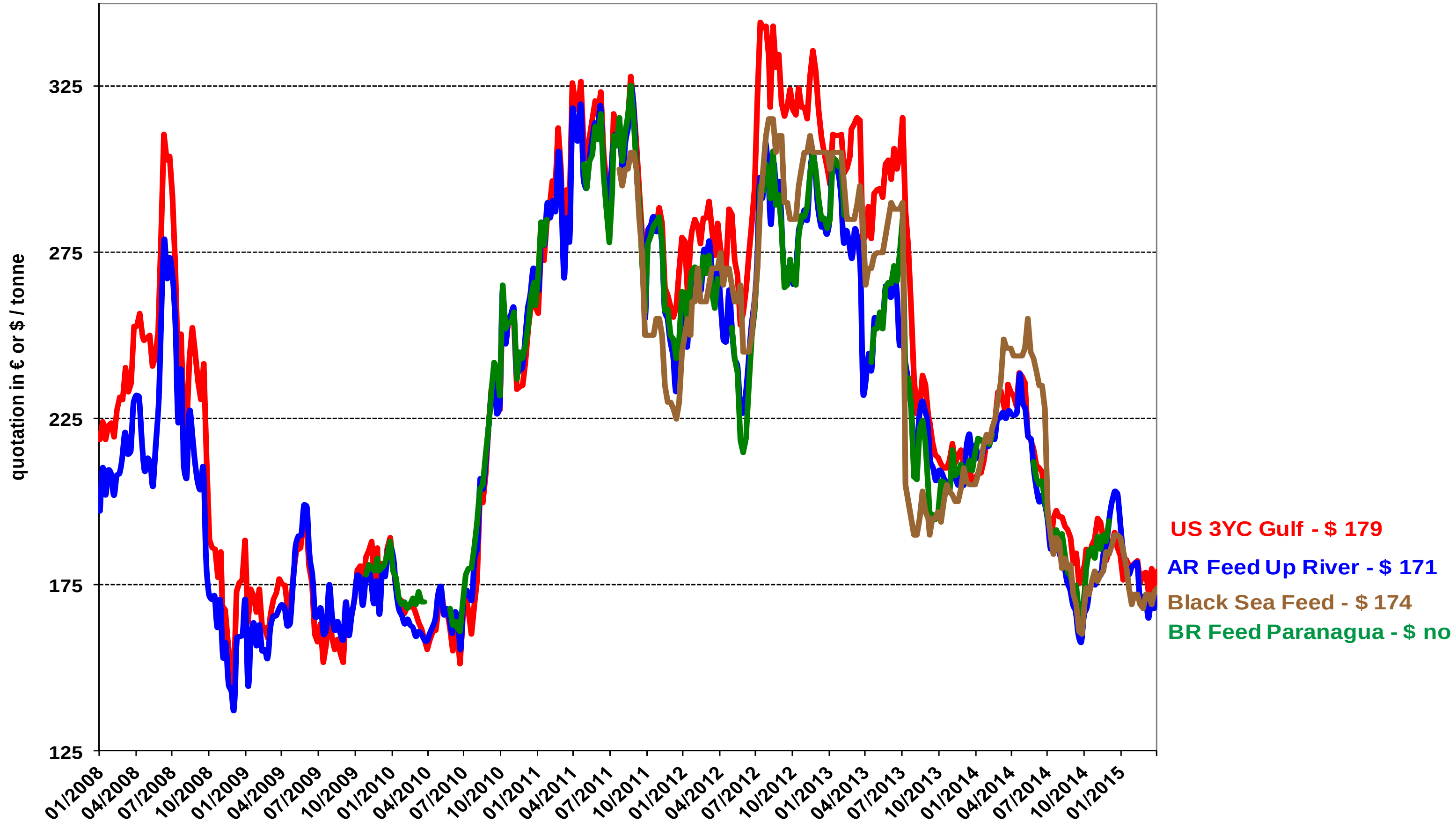
World maize export prices (fob, US$ per tonne)



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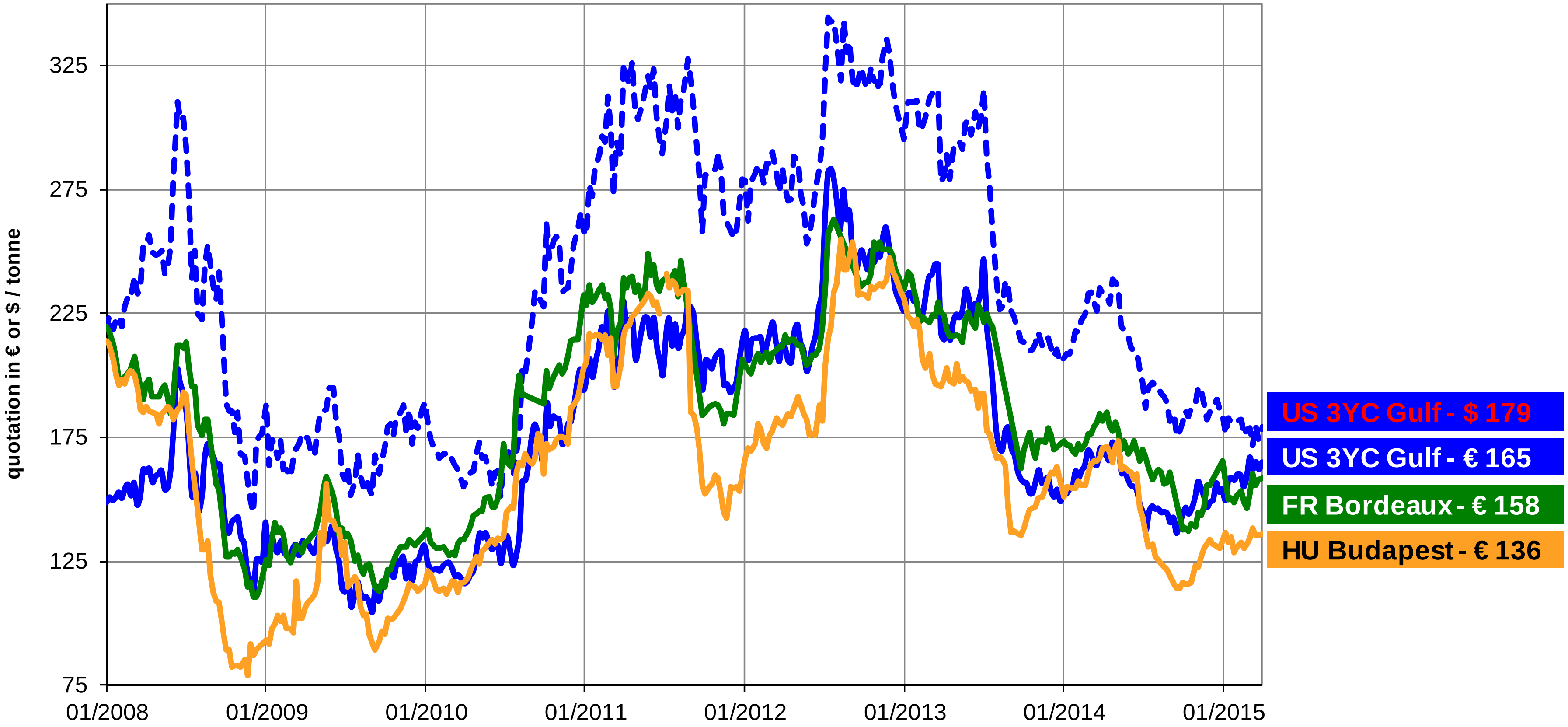
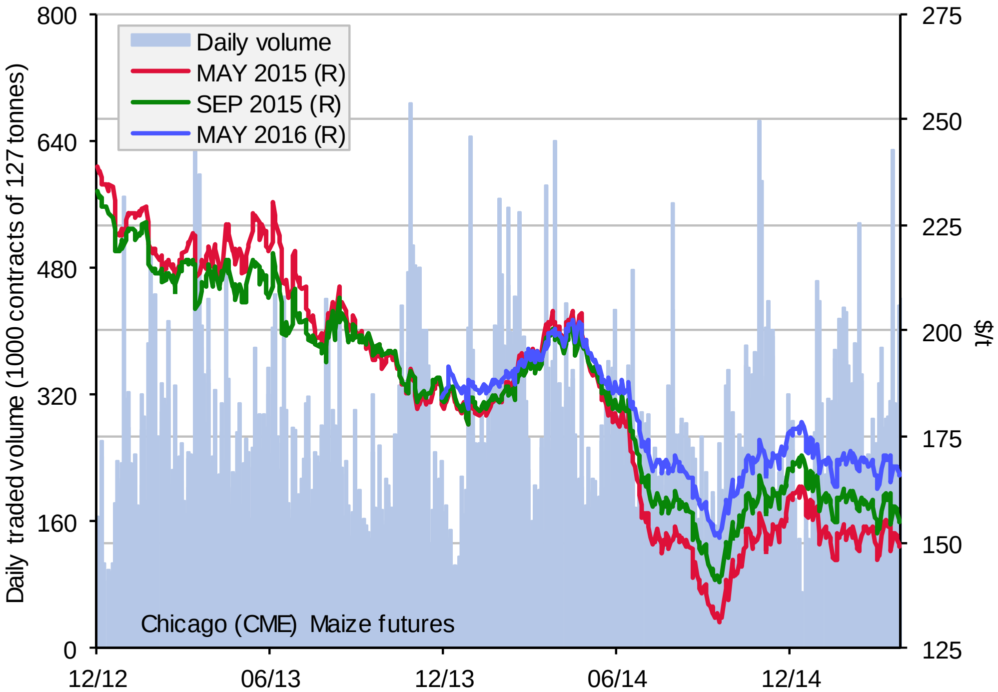
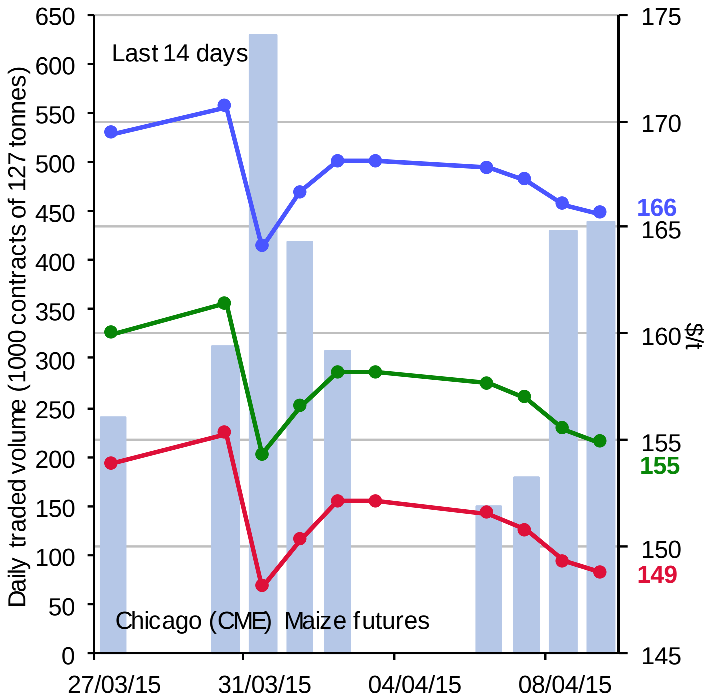
US vs. EU maize prices

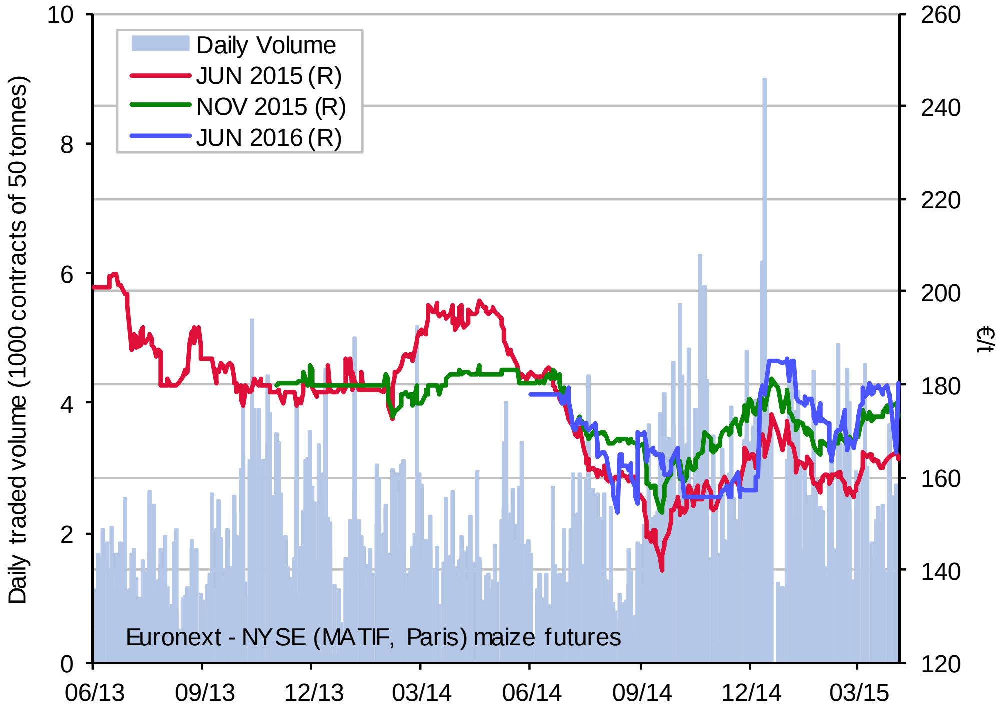


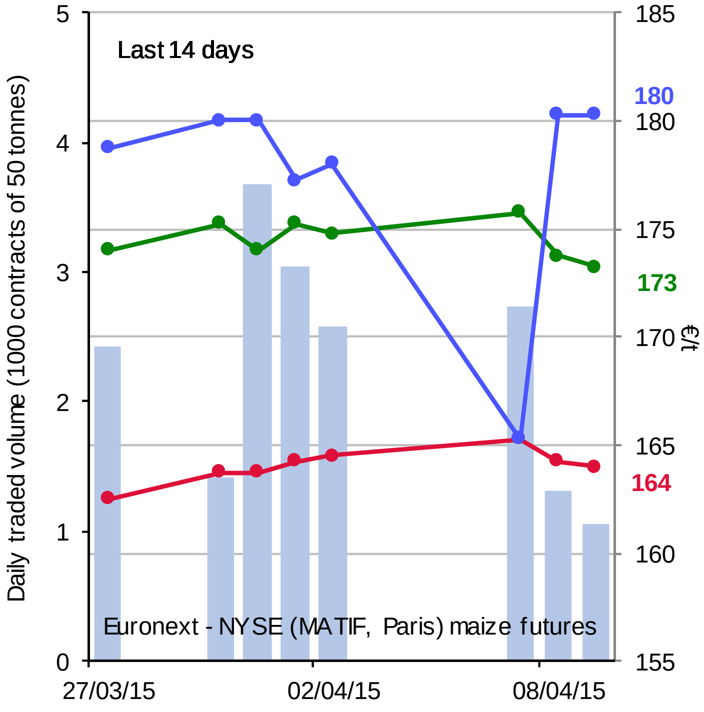
CME maize futures



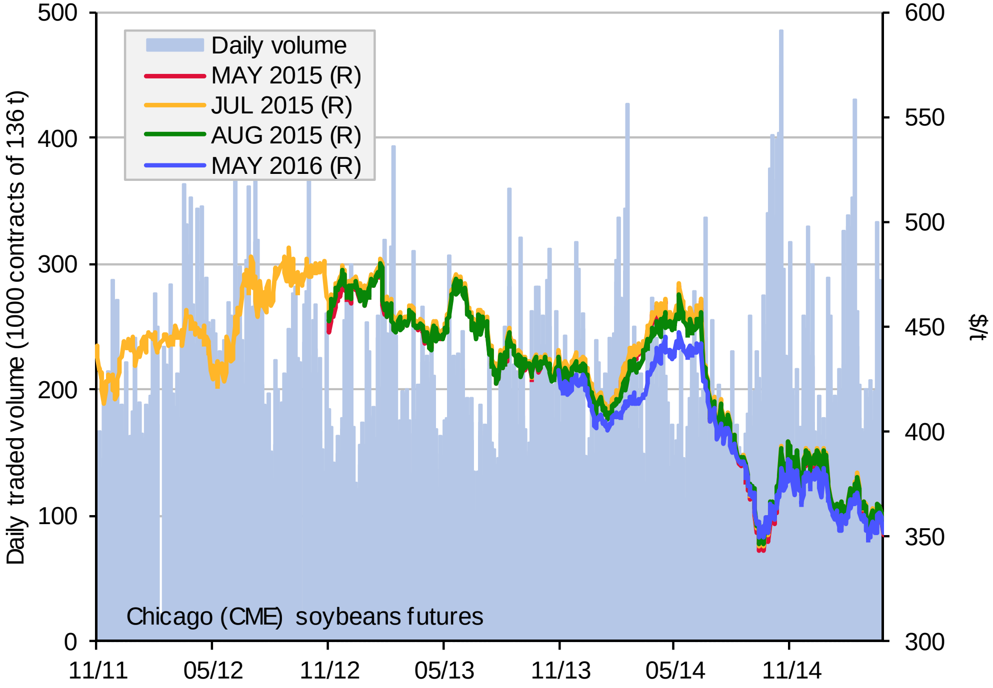


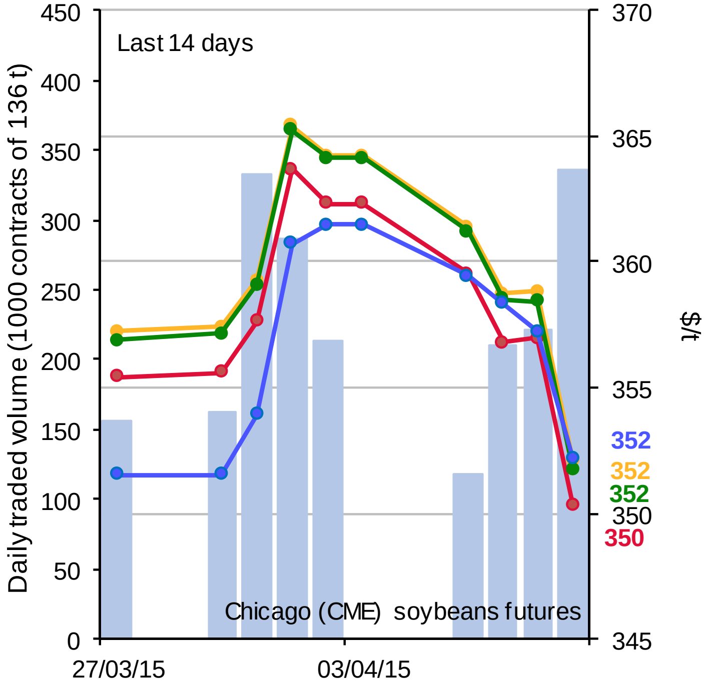
EU maize futures



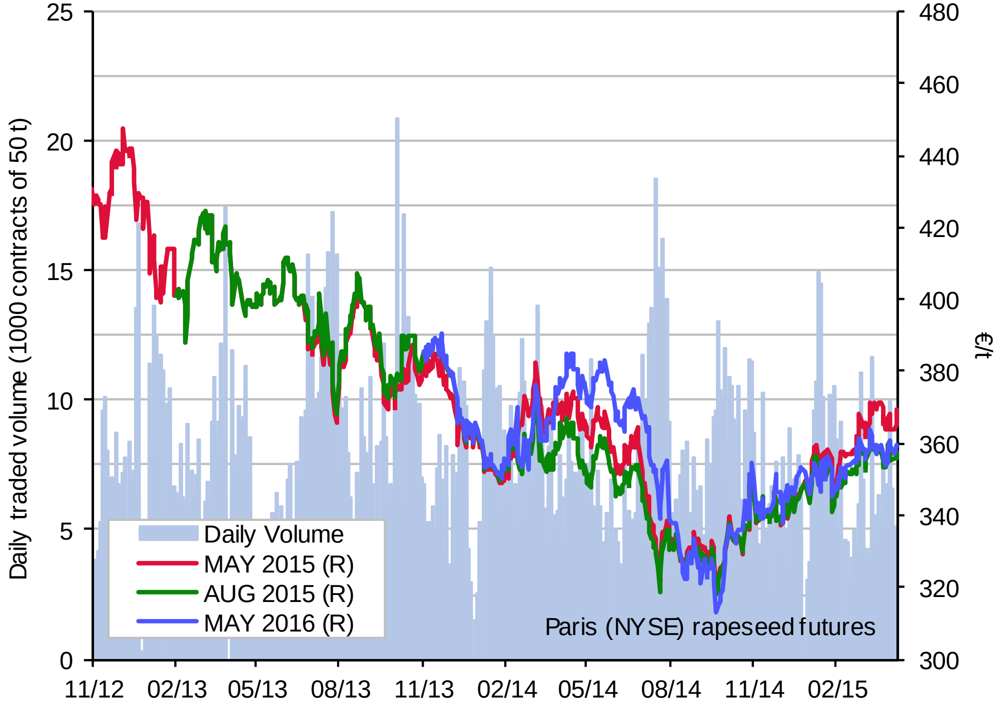


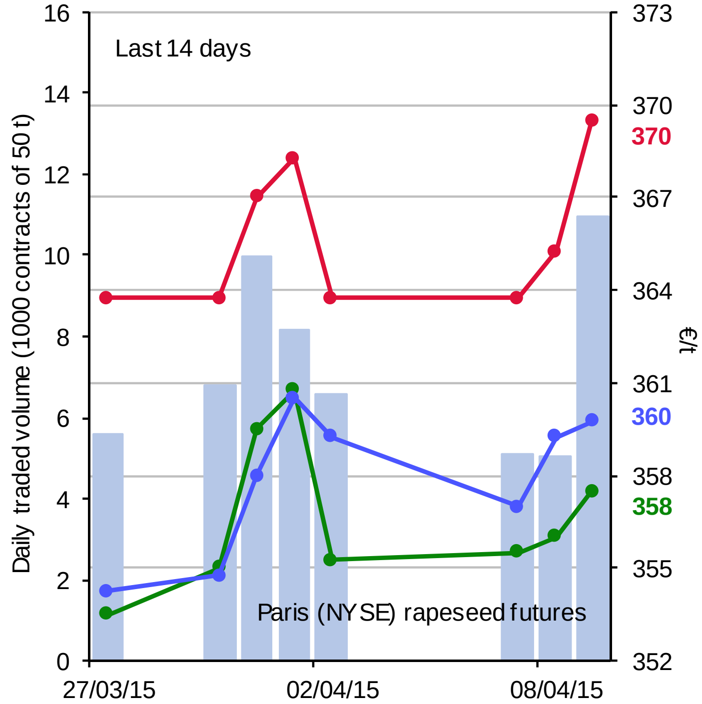
CME soya futures





NYSE Euronext rapeseed futures



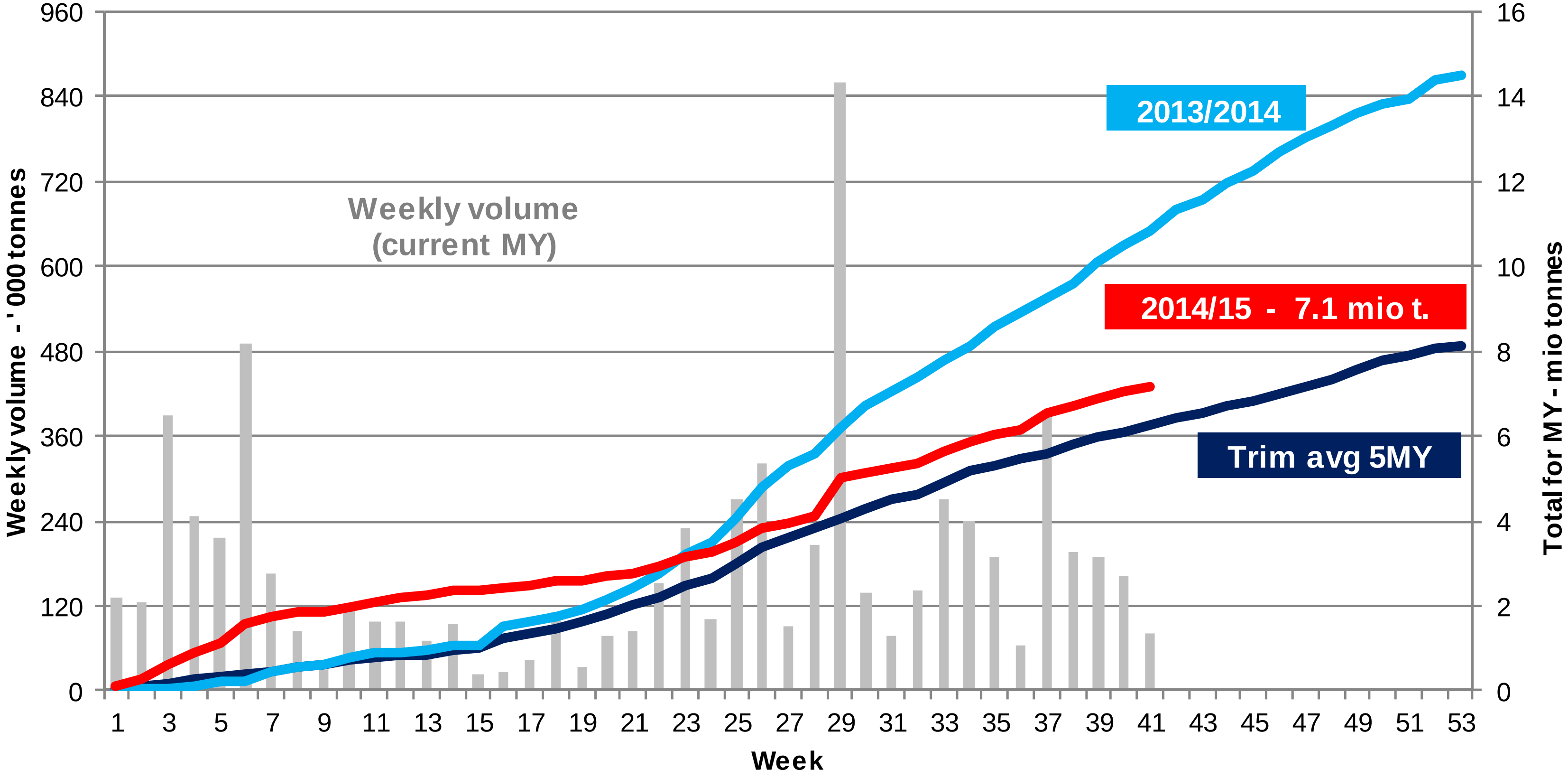


European Commission

Trade

European Commission

EU Maize import commitments 2014/15



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EU Commitments 2014/2015 (41 weeks)

- **Imports:** 11.7 mio t (13.8 mio t last year; 13.8 mio t two years ago)
  - 2.2 mio t soft wheat
  - 2.2 mio t durum wheat
  - 7.1 mio t maize
  - 59 000 t barley
- **Exports:** 37.1 mio t (33.2 mio t last year; 23.1 mio t two years ago)
  - 26.5 mio t soft wheat
  - 6.9 mio t barley
  - 849 000 t durum wheat
  - 2.5 mio t maize
- So far, the EU is a net cereal exporter of 25.4 mio t, against 19.4 mio t last year and 9.3 mio t two years ago.

European Commission

Thank you for your attention!

Balance sheet updates & market presentation available:

http://ec.europa.eu/agriculture/cereals/balance-sheets/index_en.htm

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