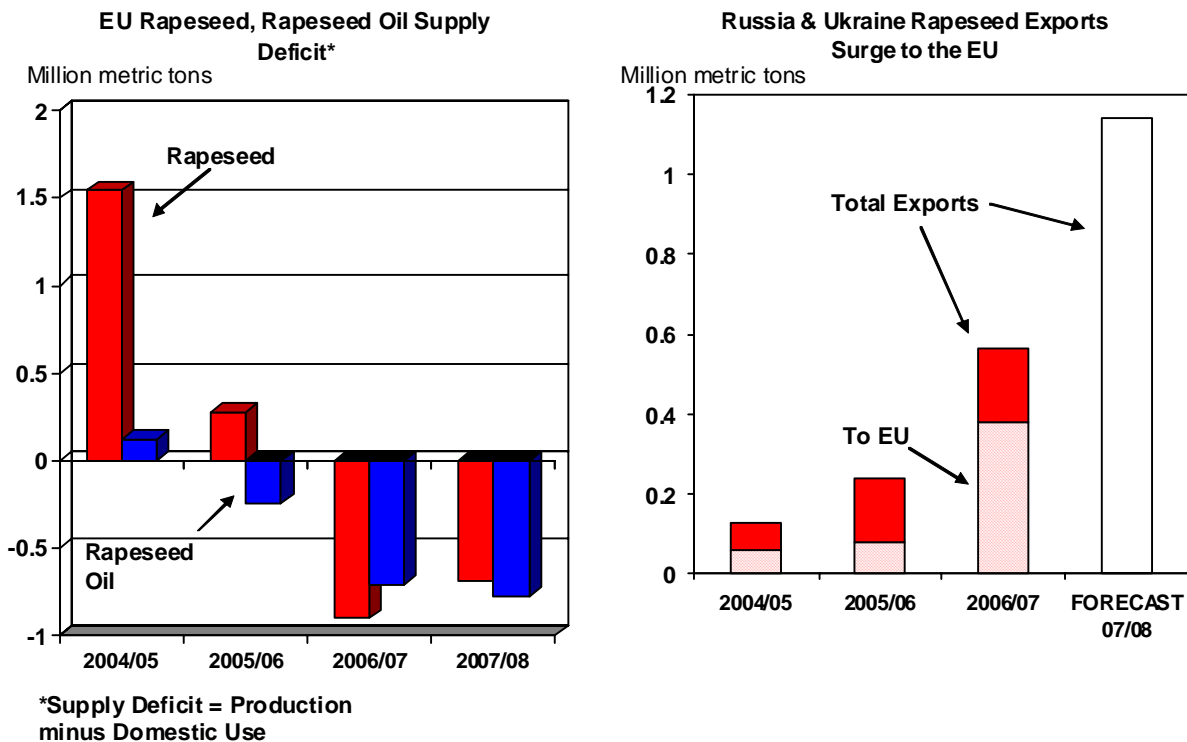


Oilseeds: World Markets and Trade

European Union Rapeseed Supply Deficit to be Supplied by Russia & Ukraine



Explosive growth in European Union use of rapeseed and rapeseed oil is forecast to exceed domestic production by over a million tons for the second consecutive year driven by demand from the biodiesel sector. Traditional suppliers, Australia and Canada have not been able to keep pace with surging EU demand, particularly this year with drought in Australia.

Over the past three years Russia and Ukraine have expanded rapeseed area by 250% and 400% respectively, because producers have a ready market in the EU with a natural freight and logistically advantage. Russia and Ukraine shipped close to 400 thousand tons of rapeseed to the EU during 06/07, triple the volume of the previous year, and accounting for 50% of the EU import market. With Russia and Ukraine forecast to ship 1.1 million tons in 07/08 we would expect a significant portion of those exports to go to the EU.

Table 01: Major Oilseeds: World Supply and Distribution (Commodity View)

Million Metric Tons

	2003/04	2004/05	2005/06	2006/07	Oct 2007/08	Nov 2007/08
Production						
Oilseed, Copra	5.38	5.59	5.50	5.28	5.37	5.37
Oilseed, Cottonseed	35.64	45.75	43.95	46.02	45.86	45.36
Oilseed, Palm Kernel	8.43	9.51	9.98	10.27	10.95	10.95
Oilseed, Peanut	32.79	33.56	33.04	32.36	32.14	32.16
Oilseed, Rapeseed	39.43	46.16	48.73	46.72	49.31	48.19
Oilseed, Soybean	186.53	215.69	220.44	235.77	220.99	220.81
Oilseed, Sunflowerseed	26.89	25.40	29.99	30.15	27.38	27.55
Total	335.09	381.65	391.63	406.55	392.00	390.40
Imports						
Oilseed, Copra	0.07	0.13	0.08	0.09	0.10	0.10
Oilseed, Cottonseed	0.88	1.00	1.07	0.95	0.62	0.62
Oilseed, Palm Kernel	0.10	0.12	0.14	0.14	0.15	0.15
Oilseed, Peanut	1.76	1.87	1.97	1.91	1.94	1.94
Oilseed, Rapeseed	5.15	5.01	6.67	7.01	7.88	7.86
Oilseed, Soybean	54.01	63.64	64.18	68.96	74.98	75.20
Oilseed, Sunflowerseed	2.17	1.13	1.24	1.71	1.14	1.14
Total	64.14	72.91	75.34	80.78	86.81	87.01
Exports						
Oilseed, Copra	0.07	0.15	0.11	0.09	0.10	0.10
Oilseed, Cottonseed	0.89	1.00	0.99	0.96	0.64	0.63
Oilseed, Palm Kernel	0.07	0.10	0.14	0.13	0.14	0.14
Oilseed, Peanut	2.03	2.33	2.33	2.41	2.19	2.19
Oilseed, Rapeseed	5.48	4.87	6.97	6.87	8.06	8.18
Oilseed, Soybean	56.19	64.74	63.92	70.68	74.89	75.22
Oilseed, Sunflowerseed	2.27	1.21	1.49	1.85	1.30	1.24
Total	67.00	74.40	75.95	82.99	87.31	87.70
Crush						
Oilseed, Copra	5.31	5.54	5.49	5.25	5.30	5.30
Oilseed, Cottonseed	26.39	33.26	32.42	34.09	34.77	33.92
Oilseed, Palm Kernel	8.37	9.45	9.94	10.15	10.85	10.85
Oilseed, Peanut	15.62	15.68	15.29	15.05	14.97	14.99
Oilseed, Rapeseed	36.42	40.62	44.26	45.45	47.22	46.57
Oilseed, Soybean	163.68	175.61	185.03	195.41	202.89	203.07
Oilseed, Sunflowerseed	22.66	22.47	25.83	26.93	24.43	24.63
Total	278.45	302.64	318.26	332.32	340.44	339.33
Ending Stocks						
Oilseed, Copra	0.09	0.09	0.04	0.04	0.07	0.07
Oilseed, Cottonseed	0.58	0.89	1.23	1.11	0.96	0.99
Oilseed, Palm Kernel	0.17	0.18	0.13	0.16	0.18	0.18
Oilseed, Peanut	0.91	1.13	1.32	0.99	0.78	0.81
Oilseed, Rapeseed	1.85	4.50	5.95	4.31	3.29	2.79
Oilseed, Soybean	37.72	47.46	52.94	62.09	50.75	49.35
Oilseed, Sunflowerseed	2.96	2.51	2.82	2.49	2.12	2.13
Total	44.28	56.75	64.44	71.19	58.14	56.32

Totals may not add due to rounding

Table 02: Major Protein Meals: World Supply and Distribution (Commodity View)
Million Metric Tons

	2003/04	2004/05	2005/06	2006/07	Oct 2007/08	Nov 2007/08
Production						
Meal, Copra	1.71	1.79	1.77	1.69	1.71	1.71
Meal, Cottonseed	12.04	15.07	14.66	15.41	15.65	15.25
Meal, Fish	5.29	5.66	4.83	4.96	5.50	5.50
Meal, Palm Kernel	4.40	4.96	5.22	5.32	5.69	5.69
Meal, Peanut	6.04	6.06	5.93	5.82	5.78	5.78
Meal, Rapeseed	21.76	24.15	26.23	26.92	27.91	27.55
Meal, Soybean	128.58	138.78	145.55	153.68	159.87	160.01
Meal, Sunflowerseed	10.22	10.02	11.43	11.94	10.75	10.85
Total	190.03	206.49	215.60	225.74	232.84	232.34
Exports						
Meal, Copra	0.73	0.74	0.78	0.72	0.72	0.72
Meal, Cottonseed	0.41	0.42	0.40	0.35	0.40	0.40
Meal, Fish	3.21	3.54	2.73	2.55	3.24	3.24
Meal, Palm Kernel	3.04	3.50	3.60	3.83	4.02	4.02
Meal, Peanut	0.32	0.18	0.26	0.18	0.24	0.24
Meal, Rapeseed	2.46	2.24	2.58	3.00	3.02	2.76
Meal, Soybean	45.56	46.61	51.42	53.72	56.39	56.36
Meal, Sunflowerseed	2.86	2.77	3.52	3.65	3.21	3.30
Total	58.58	59.99	65.29	68.00	71.24	71.03
Domestic Consumption						
Meal, Copra	1.65	1.76	1.66	1.53	1.63	1.63
Meal, Cottonseed	12.07	14.95	14.62	15.51	15.67	15.29
Meal, Fish	5.29	5.66	5.08	5.08	5.44	5.44
Meal, Palm Kernel	4.38	4.90	4.93	5.01	5.11	5.13
Meal, Peanut	5.96	6.03	5.87	5.82	5.75	5.76
Meal, Rapeseed	21.44	24.26	26.22	27.07	27.84	27.74
Meal, Soybean	128.47	137.16	145.67	151.96	159.92	159.84
Meal, Sunflowerseed	9.96	9.89	11.04	11.66	10.62	10.64
Total	189.21	204.61	215.08	223.62	231.98	231.47
Ending Stocks						
Meal, Copra	0.13	0.16	0.18	0.16	0.15	0.15
Meal, Cottonseed	0.09	0.20	0.25	0.21	0.20	0.18
Meal, Fish	0.20	0.29	0.22	0.28	0.26	0.26
Meal, Palm Kernel	0.24	0.27	0.35	0.27	0.32	0.32
Meal, Peanut	0.03	0.01	0.01	0.01	0.01	0.01
Meal, Rapeseed	0.64	0.59	0.56	0.32	0.41	0.33
Meal, Soybean	5.40	6.44	5.60	5.77	5.78	5.71
Meal, Sunflowerseed	0.19	0.18	0.26	0.33	0.24	0.24
Total	6.91	8.13	7.44	7.35	7.36	7.19

Totals may not add due to rounding

