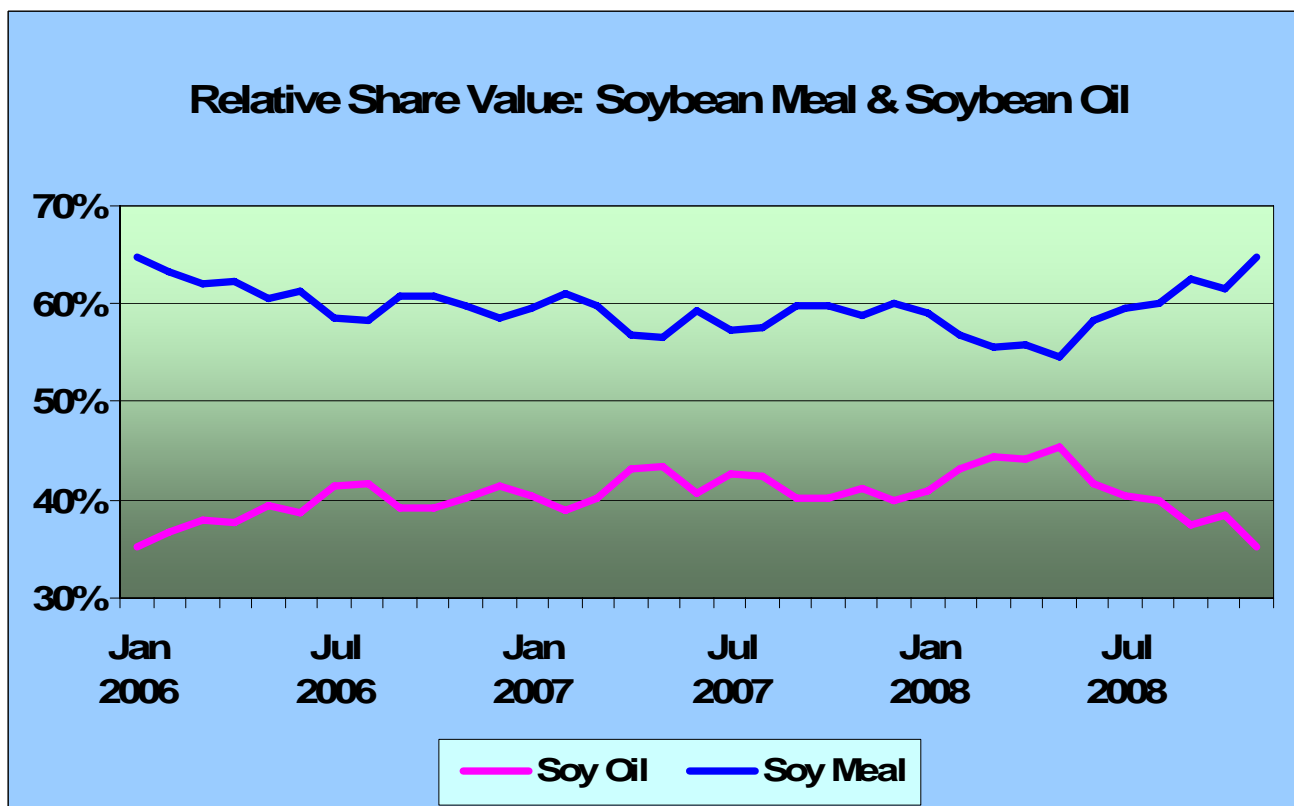




# Oilseeds: World Markets and Trade

## Oil's Importance Diminishes in U.S. Soybean Crush



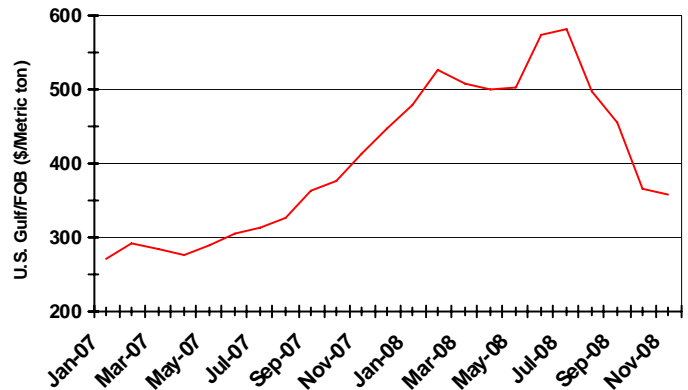
Falling U.S. soybean oil prices have reduced the value of oil relative to the value of meal as a share of the soybean price. The oil share has fallen from a peak of 45 percent at mid-year to historic norms of less than 35 percent (For an historical perspective on product share values in soybeans, please refer to the October 2007 oilseeds circular). Consequently, soybean crush is again being driven by meal demand. However, processors are facing a slowing U.S. economy and increasing competition from corn by-products leading to a significant decline in U.S. crush.

## PRICES

The November U.S. soybean export bids, FOB Gulf, averaged \$358 per ton, down \$8 from October. Even with significant changes in global soybean trade, macroeconomic developments continue to pressure soybean prices.

As of weekending November 27, total commitments (outstanding sales plus accumulated exports) of U.S. soybean sales totaled 17.6 million tons, compared to 18.2 million the same period last year.

## **U.S. Gulf Soybean Export Bids**



## TRADE CHANGES IN 2008/09

- U.S. soybean exports are raised 0.8 million tons to 28.6 million due to reduced availability of South American crops.
- Argentina's soybean exports are slashed 0.5 million tons to 14.7 million due to lower exportable supplies.
- Brazil's soybean exports are lowered 0.35 million tons to 23.3 million due to a reduced crop prospects.
- Paraguay's soybean exports are cut 0.7 million tons to 4.7 million with a smaller crop anticipated.
- Canada's rapeseed exports are raised 0.6 million tons to 5.9 million in response to a record crop estimate.
- China's rapeseed imports are boosted 0.4 million tons to 1.05 million due to a greater availability in Canada, the key supplying country.
- Ukraine's sunflowerseed exports are up 0.2 million tons to 0.55 million with a record crop expected.
- Sunflowerseed imports for the EU 27 are raised 0.3 million tons to 0.65 million in response to greater availability in Eastern Europe.
- India's palm oil imports are raised 0.3 million tons to 4.9 million as stronger demand is projected.

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

Million Metric Tons

	2004/05	2005/06	2006/07	2007/08	Nov 2008/09	Dec 2008/09
<b>Production</b>						
Oilseed, Copra	5.59	5.59	5.26	5.70	5.94	5.94
Oilseed, Cottonseed	45.45	43.44	45.83	46.05	43.37	43.06
Oilseed, Palm Kernel	9.54	9.97	10.19	11.11	11.79	11.79
Oilseed, Peanut	33.61	33.07	30.67	31.96	33.45	33.66
Oilseed, Rapeseed	46.09	48.50	45.16	48.43	54.39	56.09
Oilseed, Soybean	215.76	220.53	237.33	220.86	235.74	234.65
Oilseed, Sunflowerseed	25.45	30.04	29.81	27.20	33.17	33.09
<b>Total</b>	<b>381.47</b>	<b>391.13</b>	<b>404.25</b>	<b>391.31</b>	<b>417.84</b>	<b>418.27</b>
<b>Imports</b>						
Oilseed, Copra	0.13	0.07	0.11	0.08	0.08	0.08
Oilseed, Cottonseed	1.00	1.07	0.83	0.71	0.74	0.67
Oilseed, Palm Kernel	0.12	0.15	0.13	0.14	0.13	0.13
Oilseed, Peanut	1.82	1.94	1.96	2.03	1.92	1.92
Oilseed, Rapeseed	5.02	6.71	6.92	7.58	9.14	9.76
Oilseed, Soybean	63.48	64.08	69.05	78.60	77.11	76.10
Oilseed, Sunflowerseed	1.13	1.33	1.68	1.10	1.17	1.62
<b>Total</b>	<b>72.70</b>	<b>75.34</b>	<b>80.69</b>	<b>90.24</b>	<b>90.29</b>	<b>90.28</b>
<b>Exports</b>						
Oilseed, Copra	0.15	0.11	0.12	0.10	0.11	0.11
Oilseed, Cottonseed	1.00	0.99	0.85	0.83	0.68	0.57
Oilseed, Palm Kernel	0.10	0.14	0.13	0.08	0.17	0.09
Oilseed, Peanut	2.31	2.25	2.48	2.38	2.29	2.38
Oilseed, Rapeseed	4.87	6.99	6.64	8.27	9.67	10.27
Oilseed, Soybean	64.79	63.78	71.50	79.48	77.87	77.08
Oilseed, Sunflowerseed	1.22	1.50	1.87	1.43	1.72	2.00
<b>Total</b>	<b>74.44</b>	<b>75.75</b>	<b>83.60</b>	<b>92.57</b>	<b>92.51</b>	<b>92.50</b>
<b>Crush</b>						
Oilseed, Copra	5.54	5.57	5.22	5.58	5.83	5.83
Oilseed, Cottonseed	33.25	32.04	33.88	34.44	34.15	33.90
Oilseed, Palm Kernel	9.48	9.93	10.07	10.97	11.54	11.63
Oilseed, Peanut	15.78	15.37	14.00	14.93	15.40	15.50
Oilseed, Rapeseed	40.60	44.63	43.83	46.50	49.47	50.45
Oilseed, Soybean	175.74	185.21	195.90	201.71	203.60	202.20
Oilseed, Sunflowerseed	22.46	25.95	26.09	24.23	28.59	28.52
<b>Total</b>	<b>302.85</b>	<b>318.71</b>	<b>328.97</b>	<b>338.35</b>	<b>348.56</b>	<b>348.02</b>
<b>Ending Stocks</b>						
Oilseed, Copra	0.09	0.04	0.04	0.11	0.17	0.17
Oilseed, Cottonseed	0.95	1.29	1.10	1.22	0.82	0.77
Oilseed, Palm Kernel	0.18	0.15	0.17	0.22	0.31	0.27
Oilseed, Peanut	1.63	1.83	1.30	0.99	1.22	1.24
Oilseed, Rapeseed	4.75	5.51	4.41	3.10	4.68	5.20
Oilseed, Soybean	47.43	53.08	62.68	53.10	54.06	54.19
Oilseed, Sunflowerseed	2.52	2.83	3.06	2.77	3.32	3.58
<b>Total</b>	<b>57.54</b>	<b>64.72</b>	<b>72.75</b>	<b>61.51</b>	<b>64.57</b>	<b>65.41</b>

Totals may not add due to rounding

**Table 02: Major Protein Meals: World Supply and Distribution (Commodity View)**

Million Metric Tons

	2004/05	2005/06	2006/07	2007/08	Nov 2008/09	Dec 2008/09
<b>Production</b>						
Meal, Copra	1.81	1.82	1.71	1.83	1.90	1.90
Meal, Cottonseed	15.12	14.56	15.41	15.69	15.54	15.42
Meal, Fish	5.70	4.94	5.05	5.10	5.15	5.15
Meal, Palm Kernel	5.00	5.24	5.31	5.80	6.10	6.15
Meal, Peanut	6.09	5.94	5.43	5.81	6.03	6.07
Meal, Rapeseed	24.22	26.56	26.07	27.58	29.26	29.94
Meal, Soybean	138.99	145.86	153.78	158.09	160.10	158.99
Meal, Sunflowerseed	10.02	11.51	11.53	10.64	12.55	12.55
<b>Total</b>	<b>206.95</b>	<b>216.43</b>	<b>224.29</b>	<b>230.54</b>	<b>236.63</b>	<b>236.17</b>
<b>Imports</b>						
Meal, Copra	0.73	0.68	0.62	0.83	0.77	0.77
Meal, Cottonseed	0.40	0.42	0.38	0.39	0.40	0.40
Meal, Fish	3.62	2.92	2.69	2.93	3.15	2.99
Meal, Palm Kernel	3.67	3.77	3.88	4.37	4.12	4.52
Meal, Peanut	0.12	0.20	0.15	0.20	0.16	0.16
Meal, Rapeseed	2.30	2.56	3.04	3.52	3.45	3.58
Meal, Soybean	45.93	51.18	52.49	54.69	55.13	55.02
Meal, Sunflowerseed	2.55	3.31	3.34	2.84	3.38	3.66
<b>Total</b>	<b>59.32</b>	<b>65.04</b>	<b>66.57</b>	<b>69.78</b>	<b>70.56</b>	<b>71.10</b>
<b>Exports</b>						
Meal, Copra	0.74	0.78	0.73	0.77	0.82	0.82
Meal, Cottonseed	0.42	0.40	0.35	0.38	0.37	0.36
Meal, Fish	3.65	2.73	2.58	2.81	2.71	2.77
Meal, Palm Kernel	3.50	3.60	3.89	4.37	4.20	4.47
Meal, Peanut	0.15	0.23	0.17	0.26	0.27	0.27
Meal, Rapeseed	2.51	2.78	2.90	3.78	3.64	3.79
Meal, Soybean	47.21	51.88	54.27	55.75	56.15	55.98
Meal, Sunflowerseed	2.78	3.52	3.45	3.38	3.98	3.93
<b>Total</b>	<b>60.96</b>	<b>65.93</b>	<b>68.35</b>	<b>71.49</b>	<b>72.13</b>	<b>72.37</b>
<b>Domestic Consumption</b>						
Meal, Copra	1.78	1.69	1.62	1.86	1.83	1.83
Meal, Cottonseed	14.99	14.53	15.48	15.77	15.57	15.47
Meal, Fish	5.70	5.13	5.03	5.25	5.56	5.36
Meal, Palm Kernel	5.13	5.30	5.48	5.92	5.89	6.16
Meal, Peanut	6.09	5.91	5.41	5.76	5.93	5.97
Meal, Rapeseed	24.17	26.25	26.43	27.36	29.05	29.69
Meal, Soybean	136.75	145.50	151.82	157.12	159.39	158.35
Meal, Sunflowerseed	9.81	11.21	11.45	10.13	11.80	12.16
<b>Total</b>	<b>204.42</b>	<b>215.52</b>	<b>222.71</b>	<b>229.17</b>	<b>235.00</b>	<b>234.98</b>
<b>Ending Stocks</b>						
Meal, Copra	0.16	0.18	0.16	0.18	0.20	0.20
Meal, Cottonseed	0.20	0.25	0.21	0.14	0.13	0.13
Meal, Fish	0.15	0.15	0.28	0.26	0.28	0.27
Meal, Palm Kernel	0.27	0.38	0.21	0.09	0.31	0.13
Meal, Peanut	0.02	0.01	0.01	0.01	0.01	0.01
Meal, Rapeseed	0.49	0.57	0.35	0.31	0.35	0.36
Meal, Soybean	6.44	6.10	6.28	6.19	6.42	5.88
Meal, Sunflowerseed	0.17	0.26	0.23	0.20	0.33	0.32
<b>Total</b>	<b>7.90</b>	<b>7.92</b>	<b>7.72</b>	<b>7.38</b>	<b>8.02</b>	<b>7.30</b>

Totals may not add due to rounding

**Table 03: Major Vegetable Oils: World Supply and Distribution (Commodity View)**

Million Metric Tons

	2004/05	2005/06	2006/07	2007/08	Nov 2008/09	Dec 2008/09
<b>Production</b>						
Oil, Coconut	3.45	3.47	3.25	3.48	3.64	3.64
Oil, Cottonseed	4.78	4.62	4.86	4.99	4.92	4.89
Oil, Olive	2.96	2.66	2.91	2.84	2.97	2.97
Oil, Palm	33.53	35.98	37.35	41.31	43.20	43.22
Oil, Palm Kernel	4.15	4.38	4.45	4.85	5.10	5.14
Oil, Peanut	5.08	4.95	4.50	4.82	5.00	5.04
Oil, Rapeseed	15.72	17.24	17.08	18.24	19.38	19.77
Oil, Soybean	32.60	34.60	36.32	37.46	37.81	37.55
Oil, Sunflowerseed	9.19	10.57	10.60	9.91	11.68	11.65
<b>Total</b>	<b>111.45</b>	<b>118.46</b>	<b>121.30</b>	<b>127.88</b>	<b>133.70</b>	<b>133.87</b>
<b>Imports</b>						
Oil, Coconut	1.88	1.99	1.89	1.90	1.95	1.95
Oil, Cottonseed	0.10	0.09	0.11	0.10	0.12	0.12
Oil, Olive	0.57	0.58	0.65	0.61	0.70	0.67
Oil, Palm	23.94	26.17	27.41	29.62	31.11	31.21
Oil, Palm Kernel	1.58	1.74	2.08	2.06	2.04	2.09
Oil, Peanut	0.17	0.16	0.18	0.16	0.17	0.18
Oil, Rapeseed	1.20	1.47	2.20	1.95	2.03	2.07
Oil, Soybean	8.91	9.04	9.78	10.29	9.94	9.55
Oil, Sunflowerseed	2.16	3.25	3.32	2.58	3.38	3.50
<b>Total</b>	<b>40.50</b>	<b>44.48</b>	<b>47.61</b>	<b>49.28</b>	<b>51.44</b>	<b>51.33</b>
<b>Exports</b>						
Oil, Coconut	2.04	1.99	1.82	2.00	1.99	1.99
Oil, Cottonseed	0.12	0.11	0.16	0.19	0.15	0.14
Oil, Olive	0.62	0.61	0.70	0.66	0.75	0.72
Oil, Palm	24.55	26.87	26.90	30.40	31.60	31.66
Oil, Palm Kernel	1.92	1.98	2.38	2.46	2.45	2.47
Oil, Peanut	0.18	0.20	0.16	0.18	0.20	0.20
Oil, Rapeseed	1.30	1.74	1.94	1.90	2.10	2.19
Oil, Soybean	9.12	9.83	10.57	10.85	10.32	10.00
Oil, Sunflowerseed	2.63	3.93	3.90	3.48	4.13	4.04
<b>Total</b>	<b>42.48</b>	<b>47.25</b>	<b>48.53</b>	<b>52.12</b>	<b>53.69</b>	<b>53.40</b>
<b>Domestic Consumption</b>						
Oil, Coconut	3.33	3.47	3.36	3.39	3.59	3.63
Oil, Cottonseed	4.66	4.62	4.79	4.95	4.93	4.91
Oil, Olive	2.78	2.71	2.83	2.88	2.92	2.90
Oil, Palm	32.48	35.34	37.73	40.02	42.15	42.22
Oil, Palm Kernel	3.80	4.04	4.30	4.45	4.59	4.64
Oil, Peanut	5.07	4.99	4.59	4.79	4.97	5.01
Oil, Rapeseed	15.52	16.87	17.50	18.29	19.29	19.59
Oil, Soybean	31.70	33.55	35.67	37.39	37.75	37.36
Oil, Sunflowerseed	8.54	9.83	10.29	9.05	10.56	10.66
<b>Total</b>	<b>107.87</b>	<b>115.41</b>	<b>121.06</b>	<b>125.20</b>	<b>130.74</b>	<b>130.90</b>
<b>Ending Stocks</b>						
Oil, Coconut	0.36	0.36	0.33	0.31	0.29	0.28
Oil, Cottonseed	0.21	0.19	0.20	0.16	0.11	0.11
Oil, Olive	1.23	1.15	1.18	1.09	1.06	1.11
Oil, Palm	3.55	3.48	3.61	4.12	4.67	4.68
Oil, Palm Kernel	0.40	0.50	0.35	0.36	0.50	0.48
Oil, Peanut	0.22	0.14	0.06	0.07	0.08	0.08
Oil, Rapeseed	0.49	0.59	0.43	0.43	0.44	0.49
Oil, Soybean	3.10	3.37	3.22	2.73	2.53	2.48
Oil, Sunflowerseed	0.75	0.81	0.53	0.49	0.86	0.93
<b>Total</b>	<b>10.30</b>	<b>10.59</b>	<b>9.91</b>	<b>9.75</b>	<b>10.53</b>	<b>10.64</b>

Totals may not add due to rounding

**Table 04: Major Oilseeds: World Supply and Distribution (Country View)**

Million Metric Tons

	2004/05	2005/06	2006/07	2007/08	Nov 2008/09	Dec 2008/09
<b>Production</b>						
United States	95.94	95.53	96.61	82.44	88.17	88.19
Brazil	55.58	59.13	62.01	64.12	62.71	61.54
China, Peoples Republic	58.35	56.80	55.23	53.35	57.50	57.50
Argentina	43.43	45.03	53.16	51.70	55.86	55.24
India	29.40	30.70	29.92	33.88	33.95	34.45
Other	98.77	103.93	107.32	105.82	119.66	121.34
<b>Total</b>	<b>381.47</b>	<b>391.13</b>	<b>404.25</b>	<b>391.31</b>	<b>417.84</b>	<b>418.27</b>
<b>Imports</b>						
China, Peoples Republic	26.12	29.00	29.70	38.64	36.66	37.06
EU-27	16.00	15.92	17.18	17.00	17.26	17.52
Japan	6.82	6.55	6.54	6.52	6.62	6.61
Mexico	5.11	5.48	5.37	5.36	5.22	5.25
Argentina	0.71	0.61	2.01	2.97	3.42	2.72
Taiwan	2.27	2.51	2.44	2.16	2.36	2.36
Turkey	1.53	1.62	1.74	1.84	2.03	1.93
Thailand	1.56	1.52	1.58	1.79	1.71	1.71
Indonesia	1.26	1.38	1.52	1.44	1.47	1.47
Korea, Republic of	1.41	1.37	1.41	1.38	1.41	1.41
Other	9.91	9.40	11.19	11.15	12.15	12.26
<b>Total</b>	<b>72.70</b>	<b>75.34</b>	<b>80.69</b>	<b>90.24</b>	<b>90.29</b>	<b>90.28</b>
<b>Exports</b>						
United States	30.71	26.61	31.65	33.12	28.97	29.80
Brazil	20.24	25.98	23.54	25.43	25.87	25.32
Argentina	10.08	7.83	10.23	14.45	15.81	15.32
Canada	4.65	6.78	7.26	7.66	7.15	7.79
Paraguay	2.91	2.37	4.55	5.26	5.62	4.92
Ukraine	0.13	0.63	1.24	1.17	2.83	3.03
China, Peoples Republic	1.55	1.26	1.44	1.31	1.30	1.30
Other	4.18	4.29	3.70	4.17	4.97	5.04
<b>Total</b>	<b>74.44</b>	<b>75.75</b>	<b>83.60</b>	<b>92.57</b>	<b>92.51</b>	<b>92.50</b>
<b>Crush</b>						
China, Peoples Republic	60.54	64.97	65.28	68.47	71.43	71.83
United States	50.17	51.90	53.48	53.44	51.83	51.00
Argentina	31.41	35.93	36.95	39.31	41.06	40.59
EU-27	33.38	34.23	36.35	38.07	39.09	39.38
Brazil	31.34	30.01	33.48	34.40	34.43	33.74
India	23.57	25.10	24.62	27.52	27.97	28.34
Russian Federation	5.15	6.51	7.16	6.70	7.72	7.64
Indonesia	5.15	5.58	5.74	6.18	6.69	6.78
Ukraine	3.34	4.98	5.39	4.69	6.21	6.27
Canada	4.58	4.92	5.10	5.53	5.69	5.98
Mexico	5.51	5.85	5.70	5.69	5.60	5.63
Japan	5.42	5.12	5.17	5.17	5.18	5.23
Pakistan	5.41	5.10	5.51	4.39	5.17	5.21
Malaysia	4.65	4.73	4.41	4.90	4.96	4.96
Turkey	2.87	2.84	3.08	3.06	2.99	2.89
Other	30.38	30.95	31.56	30.85	32.55	32.57
<b>Total</b>	<b>302.85</b>	<b>318.71</b>	<b>328.97</b>	<b>338.35</b>	<b>348.56</b>	<b>348.02</b>
<b>Ending Stocks</b>						
Argentina	17.69	18.02	24.40	23.66	24.28	24.02
Brazil	16.68	16.67	18.32	19.30	18.44	18.54
United States	8.29	14.20	17.02	6.91	6.97	7.03
China, Peoples Republic	4.70	4.57	2.70	4.25	4.72	4.72
Canada	2.25	2.69	2.51	1.49	2.75	3.30
Other	7.92	8.56	7.80	5.91	7.41	7.79
<b>Total</b>	<b>57.54</b>	<b>64.72</b>	<b>72.75</b>	<b>61.51</b>	<b>64.57</b>	<b>65.41</b>

Major Oilseeds includes Copra, Cottonseed, Palm Kernel, Peanut, Rapeseed, Soybeans and Sunflowerseeds.

































































