



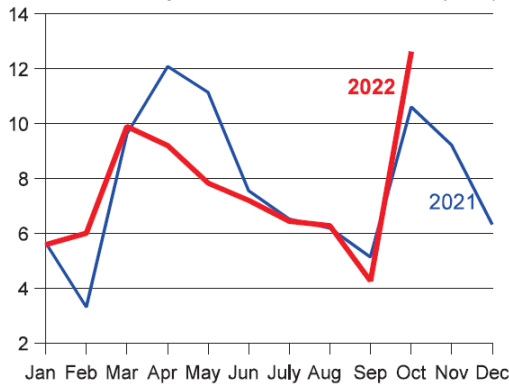
SOYBEANS

Estimated world production of soybeans is to rise by 32 MnT and despite large crushings, we still expect a global supply surplus of 13 MnT, of which most is to accumulate in North and South America. US soybean stocks are rising to a 3 year high to 9.52 MnT and will lose market share to South America due to larger than expected export supplies in the last season and consequently

SOYBEANS : World Imports (Mn T)

	October / September				
	22/23F	21/22	20/21	19/20	12/13
EU-27	13.40*	15.09*	15.20	15.59	12.47
Russia	1.40*	1.75*	2.00	2.05	.75
Egypt	4.60*	4.65*	4.00	4.42	1.78
Oth. Africa .	2.15*	2.16*	1.64	1.41	.57
Mexico	6.37*	6.64*	5.96	5.75	3.38
Argentina . .	4.60*	3.84	4.82	4.94	.
Oth America	2.78*	3.03*	3.37	2.73	3.05
China, P.R	98.70*	91.61	99.79	98.46	59.86
Oth. Asia . .	28.68*	27.31*	28.15	28.79	14.82
Other ctries	2.08*	1.93*	1.78	2.12	1.46
Total	164.76*	158.01	166.71	166.26	98.14

SOYBEANS: Exports of 6 Countries to China (Mn T)



expecting soybean exports to be at a 3 year low in the next season. Due to ample supplies, world imports are also expected to recover compared to the current season, which is already seen by imports to China, they are back in the game!

However, great uncertainty on Brazil and Argentinian crop to be harvested in early 2023 experiencing severe moisture deficits for this time of the season. The La Nina patterns are predicting below average rainfall for Dec and Jan, which is critical stages of growth for the 2023 crop.

SOYBEAN OIL VS SOYBEAN MEAL

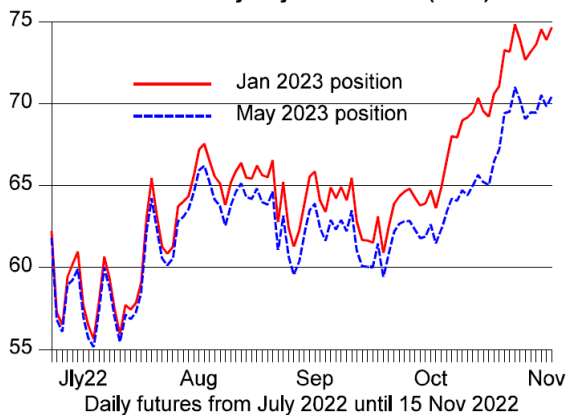
SOYBEAN OIL

- Soybean oil prices at record highs.
- Crush margin increased and further crushings expected to increase by 8.6 MnT from a year earlier.
- Increased oil consumption due to :
 - Biodiesel & admixture demand increases
 - Brazil increased admixture mandates from the current 10% to 14% in Jan 2023 and 15% in March 2023
 - US soya oil for human consumption increased by 0.7 MnT.
- Due to booming consumption in USA and insufficient production for the current demand, soya oil is priced at a premium

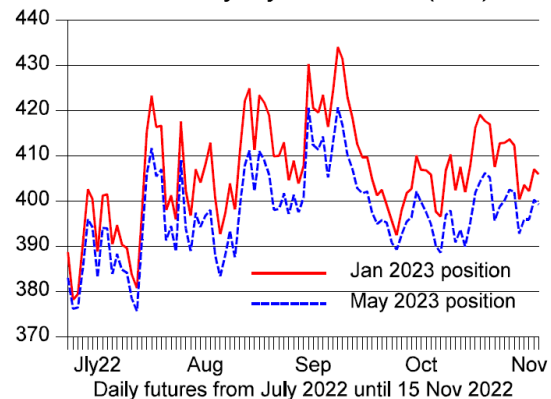
SOYBEAN MEAL

- Soybean meal prices to come under pressure.
- Crush margin increased and further crushings expected to increase by 8.6 MnT from a year earlier.
- Due to increased demand for soya oil, crushings are expected to increase greatly, leading to ample soya meal supplies.
 - This is not great news since demand for soybean meal has decreased from the animal production side due to poor economic conditions.
 - The US will have to find homes for the increased meal stocks, hoping that North Africa, Asian countries and the EU to start importing more meal.
- Soya meal prices are currently under pressure due to lower demand and more supplies.

CBOT : Daily Soya Oil Futures (c/lbs)



CBOT : Daily Soya Meal Futures (c/lbs)



8 GLOBAL VEGETABLE OILS

There is currently a tug-of-war between bullish and bearish fundamentals in the vegetable oil market.

The prospective accelerating production growth contrasts with rapidly increasing consumption, primarily in the palm oil market and as well in the US where the consumption of soya oil and other biodiesel feedstock is on the rise.

8 VEGETABLE OILS: World Balance (Mn T)

	October / September				
	<u>22/23F</u>	<u>21/22</u>	<u>20/21</u>	<u>19/20</u>	<u>18/19</u>
Op'g stocks	29.74	27.29	27.43	29.10	29.00
Production	211.27*	204.03	200.85	199.43	200.18
<i>Change</i>	<i>+3.5%</i>	<i>+1.6%</i>	<i>+0.7%</i>	<i>-0.4%</i>	<i>+2.7%</i>
Imports	88.83*	82.57	88.63	89.15	90.22
Exports	88.82*	83.52	88.39	89.39	90.97
Consumption	210.23*	200.63	201.24	200.86	199.33
<i>Change</i>	<i>+4.8%</i>	<i>-0.3%</i>	<i>+0.2%</i>	<i>+0.8%</i>	<i>+4.9%</i>
End'g stocks	30.77*	29.74	27.29	27.43	29.10
Stocks/use ratio	14.6%	14.8%	13.6%	13.7%	14.6%

8 Major Oils : World Exports (Mn T) Change from year ago

