UFOP Market Information Oilseeds and Biofuels

Contents

Price trends

Mean price	Week 44	Previous week	Trend
Producer prices in EUR/t			
Rapeseed	666,06	655,50	↗
Wholesale prices in EUR/t			
Rapeseed	700	692	↗
Rapeseed oil	1.580	1.550	↗
Rapseseed meal	328	306	↗
Rapeseed cake*	352	340	↗
Rapeseed future	692,00	691,25	↗
Wholesale prices in ct/l, excl. VAT			
Biodiesel	249,89	234,79	↗
Consumer prices in ct/l incl. VAT			
Diesel	156,68	159,70	↘
Futures in US-$/barrel			
WTI, Nymex	80,86	82,66	↘

* = compared with previous month, selling prices by mills, rapeseed cake with at least 10 % fat, rapeseed meal 0 %

Market Headlines

Oilseeds

- Rapeseed continued firm even without trading, driven by supply fears in the second half of the marketing year.
- World market had high hopes of Australian rapeseed harvest.
- US soybean prices were under pressure from high crop forecasts and low export figures, while progress of ongoing harvest was sluggish.

Oilseed meals and oilcakes

- Rapeseed meal was limited in some regions; demand for spot batches was sporadic while interest in buying further forward batches ceased.
- Soybean meal prices rose further in October; supply was sufficient but lack of means of transport hampered trade.

Vegetable oils

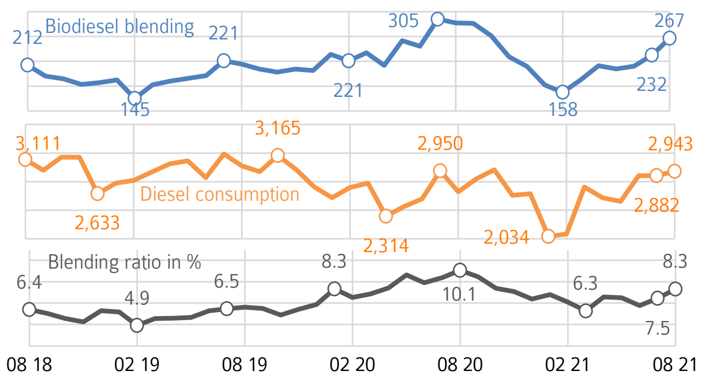
- Rapeseed oil prices hit record level, driven by brisk demand until well into 2022 and expensive feedstock.
- Palm oil continued at a high level on support from supply bottlenecks and labour shortages.

Fuels

- Biodiesel reached new record; supply was inadequate, low water levels in rivers limited cargo space, demand was strong.
- Tight supply combined with buoyant demand drove crude oil prices; OPEC+ did not raise production.

Chart of the week

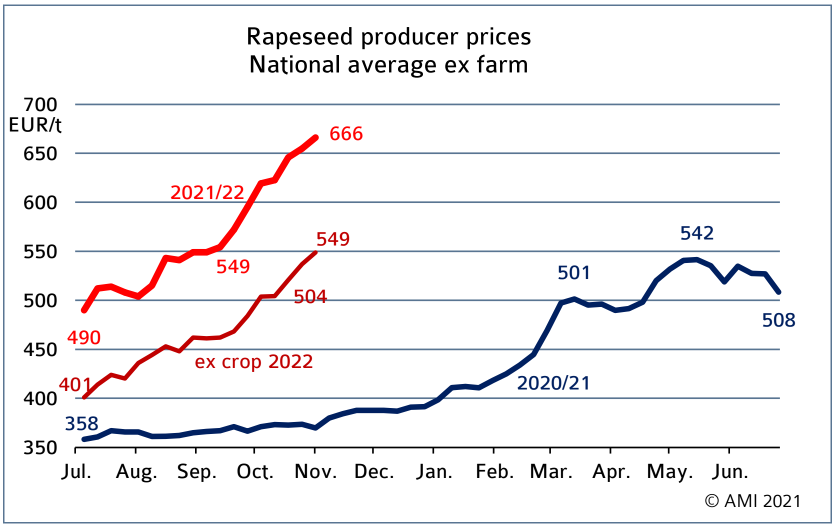
Biodiesel blending and mineral diesel consumption in 1,000 tonnes



Source: Bafa

Edition November 2021

Market prices

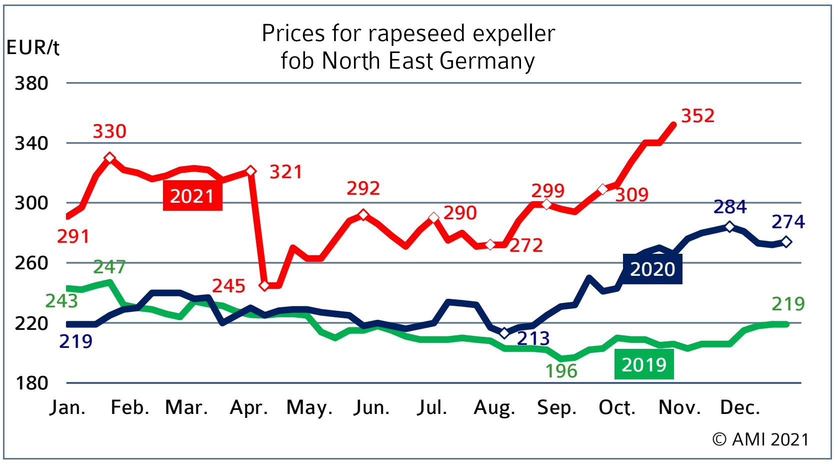


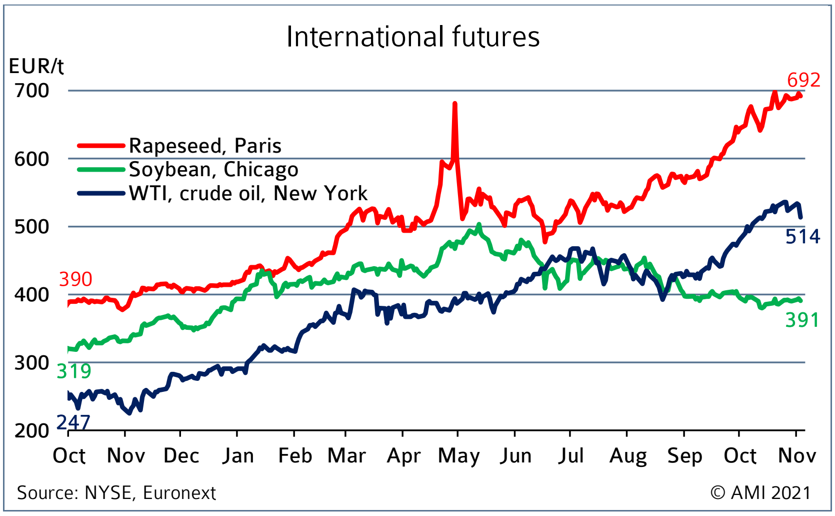
Wholesale prices

in EUR/t on 03.11.2021, (collected at mills and trade)

	Rapeseed 2021 franko	Rapeseed fob	Rapeseed oil fob	Palmoil cif
Spot	700	328	1 580	1230
Previous week	692	306	1 550	1216

Source: AMI





Rapeseed

Rapeseed prices in Germany climbed further in calender week 44 on continued support from Paris. In some regions, speculations were that prices would surpass the level of EUR 700 per tonne. For this reason, producers held back remaining quantities. On the other hand, little free buy ware was left of the 2021 crop. In some regions, 65 per cent of stocks were said to have already been sold. This explains the strong uncertainty which also drove stock price quotes up further yet.

Rapeseed oil

Prices of rapeseed oil continued to climb. Crude rapeseed oil reached EUR 1,580 per tonne in calendar week 44, which was up EUR 30 per tonne compared to a week earlier. At the same time, buying interest waned. Whereas in calendar week 43, producers of biodiesel were keen to conclude contracts for raffinate for positions until well into 2022, they held back again the week that followed. The industry is probably well supplied on nearby positions anyway, whereas peak demand is likely not covered until the end of the year.

Rapeseed expeller

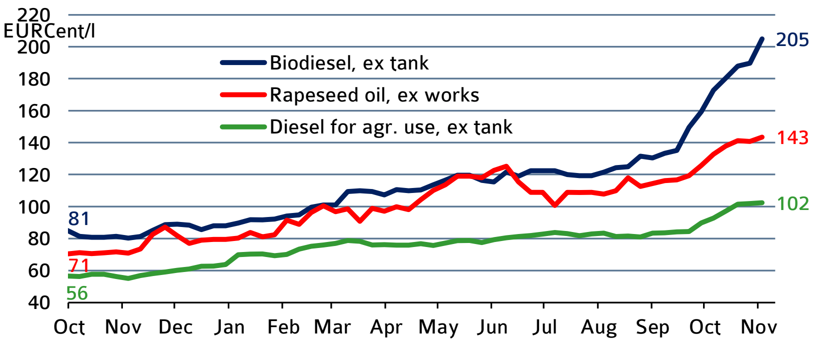
Supply continued to be limited in some regions. Shortage of means of transport and cargo space lent additional support to asking prices. Positions from November onwards were most recently valued at EUR 352 per tonne, up EUR 41 per tonne from October. Demand for spot commodity was sporadic, whereas buying interest in further forward batches ebbed away almost entirely in view of the high level of asking prices.

Wholesale prices

The biodiesel market continued to be tense. Whereas catalytic converters were occasionally available again and production of biodiesel fuel picked up pace, transport was considerably hampered by low water levels in rivers. As a consequence, prices were driven sharply higher, reaching just less than 250 euro cents per litre at the beginning of November, compared to 218 euro cents per litre at the beginning of October.

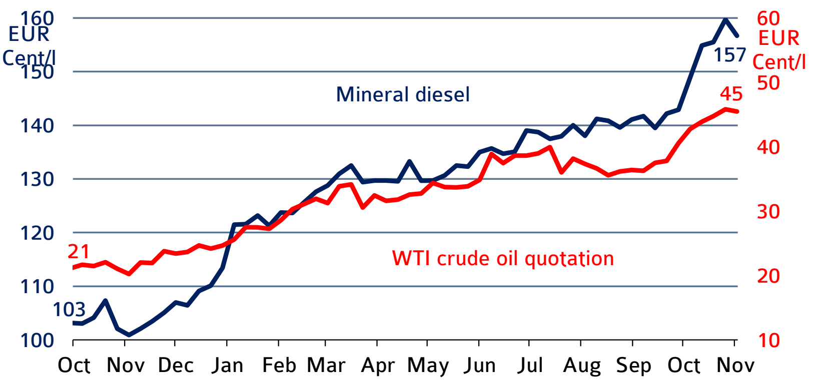
Biodiesel/ mineral Diesel

Wholesale prices excl. VAT



Note: Rapeseed oil and Biofuel for agricultural use are energy tax exempt. Diesel for agricultural use is taxed at 25,56 cent per litre. All prices exclude fright charges

Prices at the pump incl. tax & crude oil quotes



Prices at the pump

The daily 0.4 million-barrel increase in output announced by Opec+ remained ineffective due to production downtimes in the Gulf of Mexico and reduced supply from Angola and Nigeria. Consequently, supply remained inadequate while demand continued to be brisk. The resulting strength of crude oil prices drove prices at the filling station also in October. In Germany, prices at the pump increased around 16.30 euro cents per litre month-on-month to 159.21 euro cents per litre at the end of October.

Consumption

Biodiesel

Consumption of biodiesel leaped almost 15 percent in August 2021 compared to the previous month, showing the same seasonal trend as in previous years. This was the largest amount consumed in ten months. Since at the same time consumption of diesel fuel remained comparatively stable, the incorporation rate rose to 8.3 per cent, the highest level since October 2020. Although the rate was higher than average considering the current calendar year, it was relatively weak compared to the previous year's August rate of 10.1 per cent.

Bioethanol

The use of bioethanol increased almost one fourth in August 2021. It reached the largest volume since December 2014. Above all, the use for blending grew 25 per cent, whereas 2.3 per cent more bioethanol was used in ETBE. August 2021 use of pure petrol was up just less than 5 per cent month-on-month. Nevertheless, the blending rate rose to 7.5 per cent, which, however, fell short of the annual high of 7.9 per cent reached in May 2021.

Domestic consumption in 2021

in 1.000 t									cumulated	
	Jan.	Feb.	March	April	May	June	July	Aug.	2021	2020
Biodiesel for blending	172,2	157,7	182,5	211,3	204,7	210,0	232,4	266,7	1.644,1	2.019,2
Diesel	2.033,9	2.065,2	2.727,4	2.574,1	2.523,0	2.885,7	2.882,1	2.942,7	21.021,5	21.003,7
Biodiesel + diesel	2.206,1	2.222,9	2.909,9	2.785,4	2.727,7	3.095,7	3.114,6	3.209,4	22.665,6	23.022,9
Share biodiesel	7,8 %	7,1 %	6,3 %	7,6 %	7,5 %	6,8 %	7,5 %	8,3 %	7,3 %	8,8 %
Bioethanol ETBE a)	10,6	9,2	13,4	13,2	14,1	10,9	14,0	14,3	106,1	89,8
Bioethanol for blending	65,2	50,6	67,9	76,9	90,1	85,2	84,1	105,1	623,4	653,2
Bioethanol total	75,8	59,8	81,3	90,1	104,3	96,2	98,1	119,4	729,6	742,9
Gasoline	948,5	956,5	1.248,8	1.177,3	1.214,4	1.392,9	1.396,6	1.463,6	9.888,4	10.074,9
Gasoline + bioethanol	1.024,3	1.016,2	1.330,0	1.267,5	1.318,7	1.489,1	1.494,7	1.583,0	10.617,9	10.817,9
Share bioethanol	7,4 %	5,9 %	6,1 %	7,1 %	7,9 %	6,5 %	6,6 %	7,5 %	6,9 %	6,9 %

Note: a) Volume percent of bioethanol in ETBE = 47 %; cumulated figures include (unpublished) revised monthly BAFA data

Source: Federal Office for Economic Affairs and Export Control, AMI.