UFOP Market Information Oilseeds and Biofuels

Contents

Price trends

Mean price	Week 52	Previous week	Trend
Producer prices in EUR/t			
Rapeseed	698,00	706,00	↘
Wholesale prices in EUR/t			
Rapeseed	745	720	↗
Rapeseed oil	1.625	1.616	↗
Rapseseed meal	343	345	↘
Rapeseed cake*	385	384	↗
Rapeseed future	754,00	751,75	↗
Wholesale prices in ct/l, excl. VAT			
Biodiesel	239,23	239,23	→
Consumer prices in ct/l incl. VAT			
Diesel	152,46	149,76	↗
Futures in US-$/barrel			
WTI, Nymex	75,21	73,79	↗

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

Market Headlines

Oilseeds

- Rapeseed prices continued to rise on firm futures quotes.
- Sales were negligible in view of the high price level; interest in oilseeds ex crop 22 increased.
- US soybean prices in December 2021 were driven by dry weather in South America; change came at month end.

Oilseed meals and oilcakes

- Rapeseed meal prices increased just less than 8 per cent in December, driven by strong rapeseed prices and limited transport capacity.
- Soybean meal prices recorded a 6 per cent rise, with GMO-free commodity also being more expensive than in November 2021.

Vegetable oils

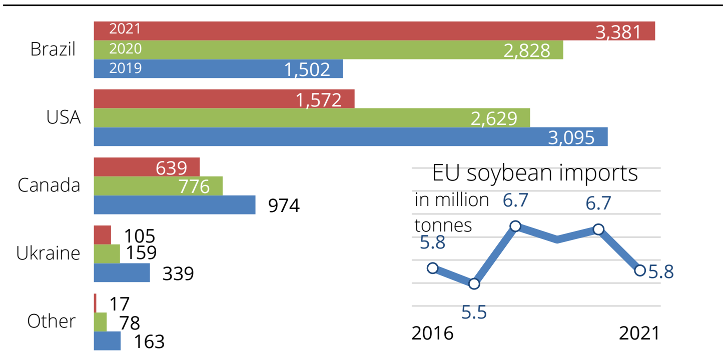
- Rapeseed oil prices once again rose to record levels, driven by tightness of supply; buying interest was virtually non-existent.
- Palm oil fell to two-month low, weighed down by inadequate export levels.

Fuels

- Biodiesel prices came down, remaining at a high level; buying interest was focused on further forward positions.
- Crude oil prices stabilised on tight global supply, following a sharp decline in November.

Chart of the week

Soybean shippments to the EU-27
by the 24th week of the marketing year in 1,000 t

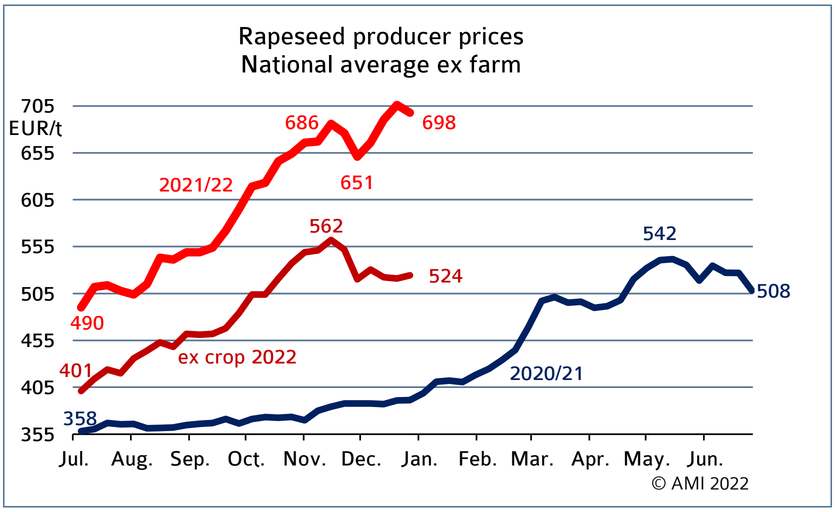


Note: EU imports July to December

Source: EU Comission, AMI

Edition January 2022

Market prices

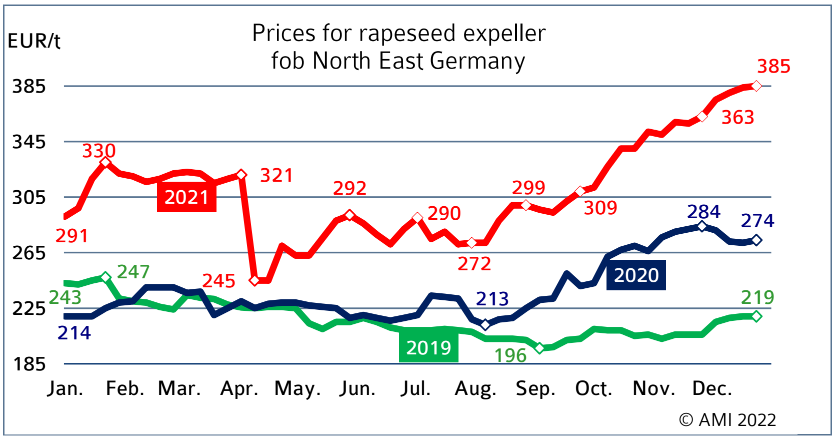


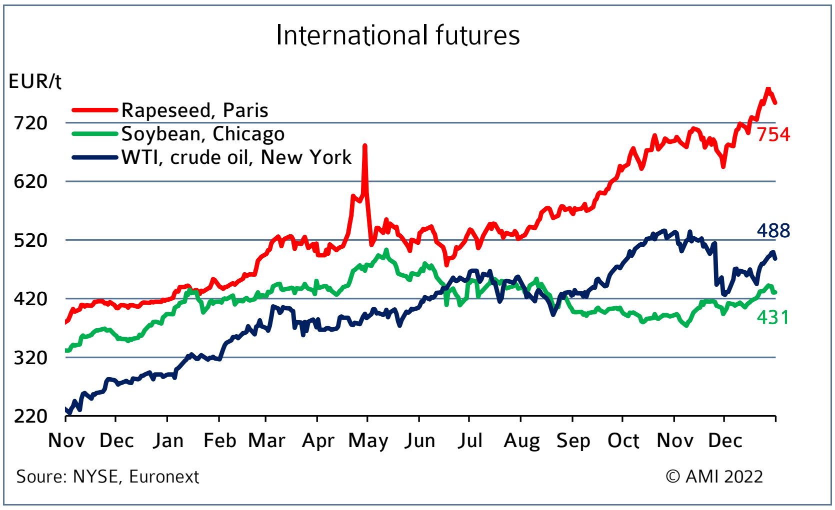
Wholesale prices

in EUR/t on 22.12.2021, (collected at mills and trade)

	Rapeseed 2021 franko	Rapeseed fob	Rapeseed oil fob	Palmoil cif
Spot	745	343	1 625	1162
Previous week	720	345	1 616	1140

Source: AMI





Rapeseed

Strong futures market quotations drove prices for rapeseed further up at year end. It remains to be seen where all this will end, but the time when it will seems to be foreseeable for harvest time 2022. Again, no significant trading was reported. Despite prices peaking at more than EUR 700 per tonne, sellers were hardly present on the market. However, there was hardly anything left to sell anyway. By contrast, interest in forward contracts increased. Farmers held back, already having tied up most of the 2022 crop in contracts.

Rapeseed oil

Rapeseed oil prices hit a new record at EUR 1,625 per tonne in mid-December. Asking prices were driven by tight supply, which was reflected in premiums of up to EUR 100 per tonne for raffinate. Support also came from strong futures market quotations which reached a new record high at EUR 779.75 per tonne. Buying interest was virtually non-existent on account of the high price level. Biodiesel producers occasionally requested further forward positions, but without making any purchases.

Rapeseed expeller

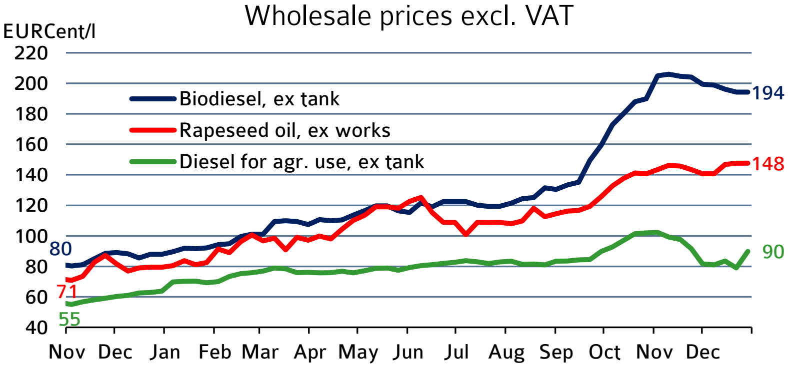
Logistics problems continued to hamper trade in December. There was a shortage of street vehicles and drivers, especially due to the holidays. Buying interest was low, new business rarely transacted. Only further forward positions were in demand now and then.

Wholesale prices

December biodiesel prices came down on pressure from falling crude oil prices, retreating from the high levels of the previous months. By contrast, the situation on the German market appeared to be easing after production had slowly picked up pace again. Buying interest focused on further forward positions. With the calendar year drawing to a close, demand for spot batches was only sporadic.

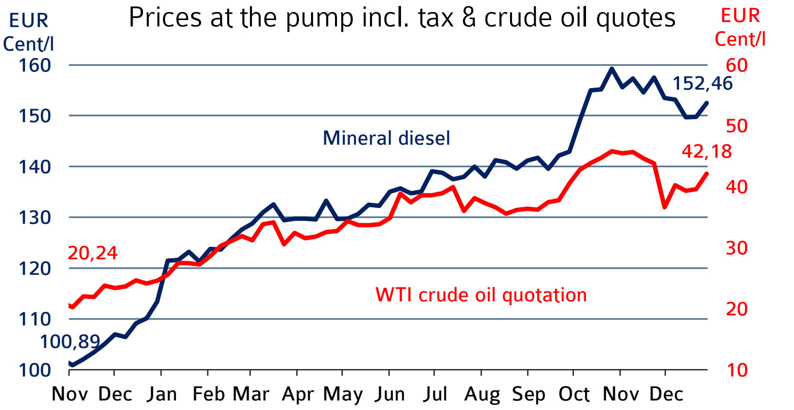
Biodiesel/ Mineral diesel

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

Crude oil prices declined after the alliance of oil producers, OPEC+, had announced plans for a 400,000 barrels-per-day production increase from February 2022. However, prices most recently stabilised. Support came from US crude oil stocks that diminished more sharply than expected and brisk demand. On the cash market, the development of prices was slightly more dampened. Petrol stations at the end the December 2021 still listed 152.50 euro cents per litre, which was down only 1 euro cent from the previous month.

Consumption

Biodiesel

Consumption of biodiesel in October decreased around 5 per cent to 248,825 tonnes month-on-month. Year-to-year, the decline amounted to 17 per cent. With consumption of diesel fuel rising at the same time, the incorporation in blends fell a significant 0.7 percentage points to 7.7 per cent. In other words, the use of biodiesel for blending in the first ten months of 2021 added up to 2.1 million tonnes, which was around 0.5 million tonnes below the previous year's level. Consequently, the incorporation in blends in the running year remained unchanged at on average 7.4 per cent.

Domestic consumption in 2021

in 1.000 t

											cumulated	
	Jan.	Feb.	March	April	May	June	July	Aug.	Sep.	Oct.	2021	2020
Biodiesel for blending	172,2	157,7	182,5	211,3	204,7	210,0	232,4	266,7	260,5	248,8	2.153,4	2.587,0
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	2.850,1	3.004,2	26.898,1	26.808,3
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	3.110,6	3.253,0	29.051,4	29.395,2
Share biodiesel	7,8 %	7,1 %	6,3 %	7,6 %	7,5 %	6,8 %	7,5 %	8,3 %	8,4 %	7,7 %	7,4 %	8,8 %
Bioethanol ETBE a)	10,6	9,2	13,4	13,2	14,1	10,9	14,0	14,3	15,9	15,0	136,9	111,1
Bioethanol for blending	65,2	50,6	67,9	76,9	90,1	85,2	84,1	105,1	83,0	112,0	818,5	824,6
Bioethanol total	75,8	59,8	81,3	90,1	104,3	96,2	98,1	119,4	98,9	127,0	955,4	935,8
Gasoline	948,5	956,5	1.248,8	1.177,3	1.214,4	1.392,9	1.396,6	1.463,6	1.441,0	1.386,4	12.727,7	12.889,7
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	1.539,9	1.513,4	13.683,1	13.825,5
Share bioethanol	7,4 %	5,9 %	6,1 %	7,1 %	7,9 %	6,5 %	6,6 %	7,5 %	6,4 %	8,4 %	7,0 %	6,8 %

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.

Bioethanol

October use of bioethanol grew as much as 28 per cent month-on-month to 126,961 tonnes. Having seen a significant decline a month earlier, the blending amount rose by more than one third. By contrast, the use of ETBE was down 5.6 per cent from September 2021. The incorporation rate increased to 8.4 per cent, reaching a new record high. In the same month the previous year, it was significantly lower at 6.8 per cent. Over the same period, the use of petrol fell 1.3 per cent with the result that the incorporation rate increased to 7 percent from 6.8 per cent the previous year.