UNION ZUR FÖRDERUNG VON OEL- UND PROTEINPFLANZEN E.V.

UFOP Market Information Oilseeds and Biofuels

Contents

Price trends

Mean price	Week 39	Previous week	Trend
Producer prices in EUR/t			
Rapeseed	595,00	572,00	↗
Wholesale prices in EUR/t			
Rapeseed	641	612	↗
Rapeseed oil	1.385	1.315	↗
Rapseseed meal	277	270	↗
Rapeseed cake*	309	302	↗
Rapeseed future	646,25	607,00	↗
Wholesale prices in ct/l, excl. VAT			
Biodiesel	204,44	194,57	↗
Consumer prices in ct/l incl. VAT			
Diesel	142,89	142,15	↗
Futures in US-$/barrel			
WTI, Nymex	74,83	72,23	↗

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

Market Headlines

Oilseeds

- Rapeseed prices rocketed, producer prices up 62 per cent year-on-year; new business was fairly restrained, contracts for the 2022 crop cooled down.
- OSR field crops were patchy following silting and flee beetle attacks.
- US soybean prices were down 7 per cent month-on-month on pressure from the running harvest, German producer prices stood 30 per cent higher than the previous year.

Oilseed meals and oilcakes

- Premiums for rapeseed meal on nearby positions small, demand picked up slightly, futures were in demand up to end of February.
- September soybean meal prices rose steadily by 4 per cent. Demand was restrained, limited to nearby positions and reduced due to the precarious revenue situation in pig fattening.

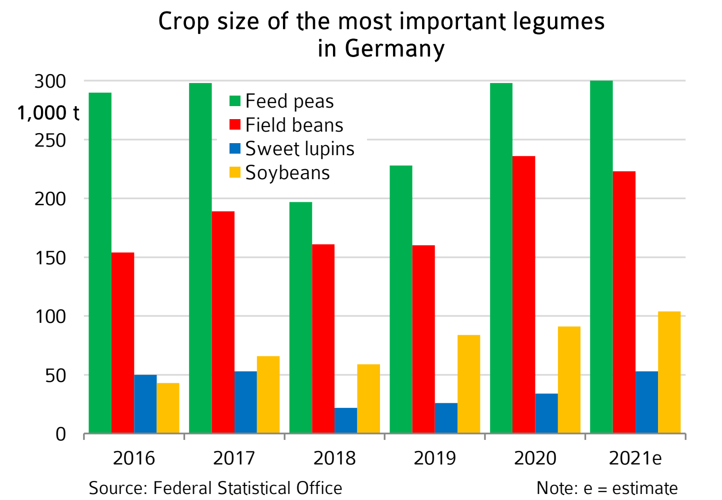
Vegetable oils

- Rapeseed oil prices reached record high, driven by expensive feedstock, a generally strong vegetable oil market and scarce nearby supply.
- Demand for palm oil was limited due to inadequate supply, CIF prices up 4 per cent on the previous month.

Fuels

- Inadequate supply and temporary increase in demand led to a sharp rise in biodiesel prices, purchases were generally restrained.
- Crude oil prices rallied continuously to reach 10-week high on speculation on inadequate supply for recovering Asian markets.

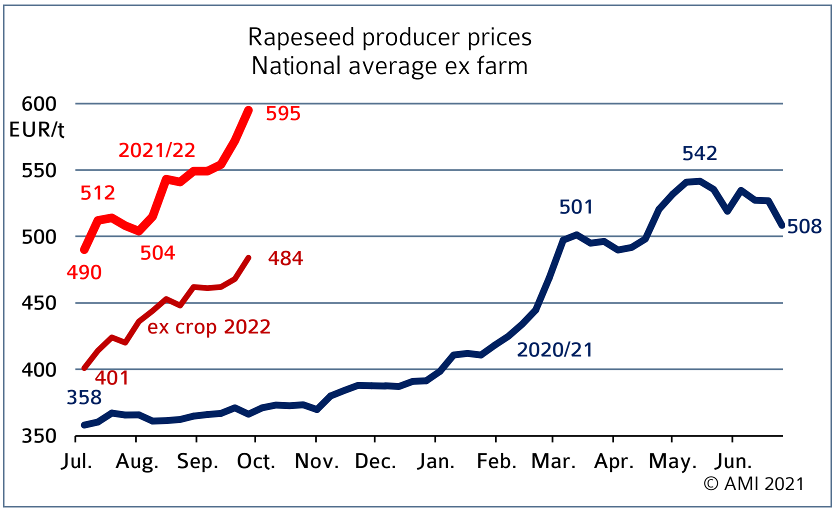
Chart of the week



Source: Federal Statistical Office
Note: e = estimate

Edition October 2021

Market prices

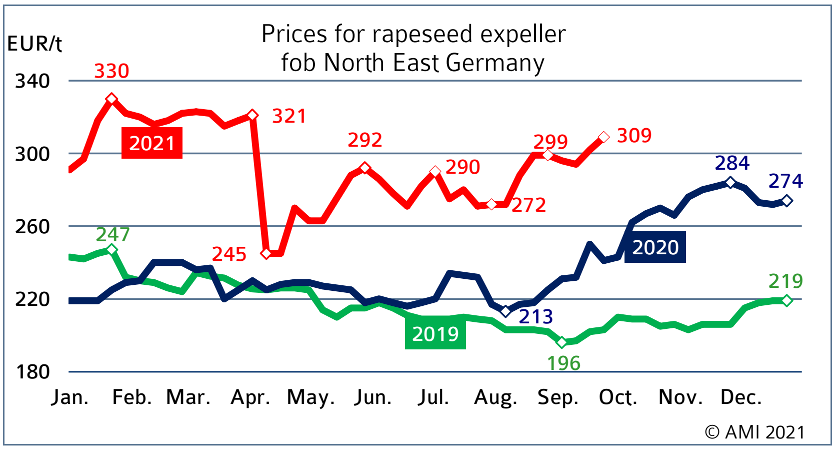


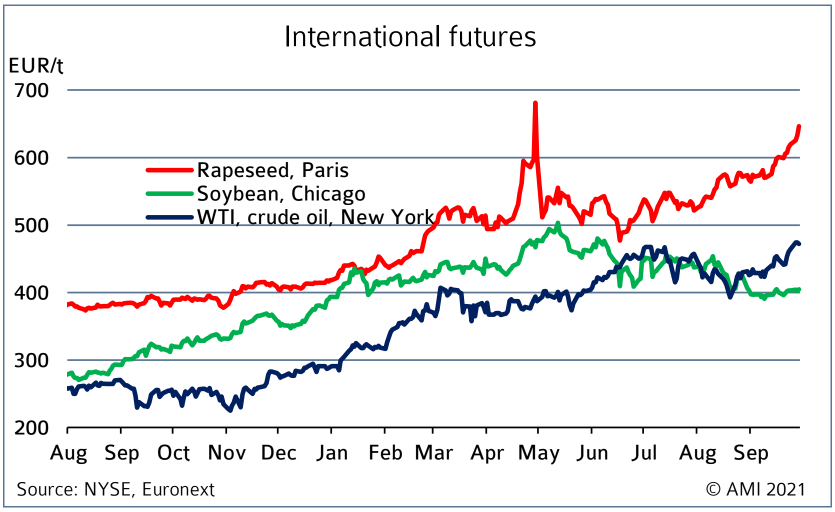
Wholesale prices

in EUR/t on 29.09.2021, (collected at mills and trade)

	Rapeseed 2021 franko	Rapeseed fob	Rapeseed oil fob	Palmoil cif
Spot	641	277	1 385	1090
Previous week	612	270	1 315	1049

Source: AMI





Rapeseed

In some German states, rapeseed prices already exceeded the average mark of EUR 600 per tonne, driven by the surge on the futures market and reaching a record level. Trading was fairly unchanged. Farmers were busy doing field work while traders serviced the contract business. Producers' inclination to sell decreased both in relation to the 2021 crop and next year's crop. Forward contracts for the 2022 crop are not without risk, because the first hectares have already been broken up following poor germination due to silting up or insect damage. Crop development is often rather non-uniform.

Rapeseed oil

The slow increase in vegetable oil prices over the month picked up towards the end of the month, convincing sceptics to buy after all – only futures, however, due to the record high price level. Physical rapeseed oil that was occasionally put on the market in Germany sold briskly initially but increasingly slower later. This was hardly surprising considering the EUR 105 per tonne rise in just four weeks.

Rapeseed expeller

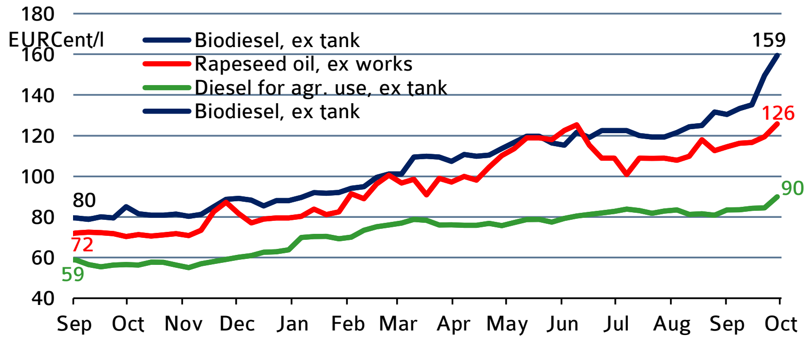
Supply remained inadequate, which led to a sharp price rise. Nearby biodiesel was sold out. Positions from November onwards were most recently valued at EUR 311 per tonne. This was up EUR 10 per tonne on the beginning of the month. Prices for extracted rapeseed meal leaped mid-September because nearby meal was sold out, and it has steadily increased since then. However, the current price of EUR 277 per tonne is still far from the seasonal high of EUR 284 per tonne seen in mid-August.

Wholesale prices

Prices of biodiesel increased based on rising feedstock prices. Buying interest was restrained initially, but demand picked up temporarily and pushed prices further still due to inadequate supply. As a result, the price gap over the following positions widened. September biodiesel cost on average EUR 189.40 per tonne. In other words, it was 10 per cent more expensive than in August.

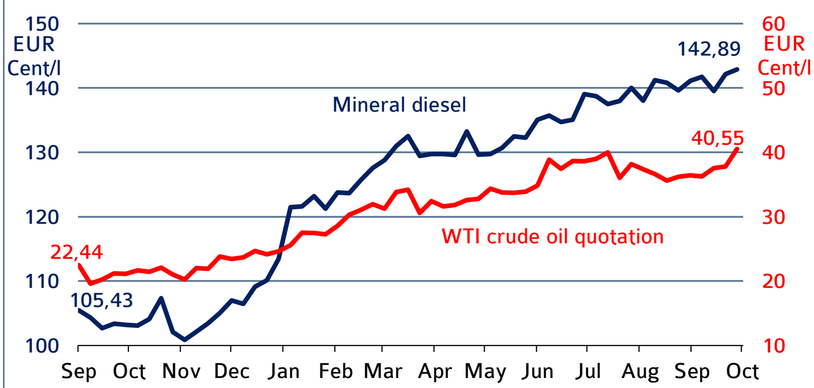
Biodiesel/ mineral Diesel

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

Prices at the pump rose sharply in September, driven by the rise in crude oil prices. Above all at month-end, prices rocketed to a 10-month high based on scarcity of supply in the US where oil production and refining continued to be limited due to hurricane damage in the Gulf region. Prices at German filling stations increased 10 per cent month-on-month to 189 euro cents per litre.

Consumption

Biodiesel

July 2021 use of biodiesel soared virtually 11 per cent month-on-month to 232,450 tonnes. This compares to 305,260 tonnes in July 2020. In other words, the seasonal trend was the same in 2021 as in previous years, although on a lower level. Nevertheless, this was the biggest volume in eight months. Since consumption of diesel fuel remained stable at around 2.9 million tonnes in July 21, the incorporation rate rose to 7.5 per cent.

Bioethanol

July 2021 use of bioethanol increased 2 per cent to around 98,100 tonnes. However, this translates to a 13 per cent decline compared to July 20. Both the volume of biodiesel in blends and the share in ETBE declined year-on-year. Compared to the previous month, the share in ETBE increased sharply almost 28 per cent, whereas the use in blends decreased around 1.3 per cent. The use of pure petrol remained virtually unchanged compared to the previous month at 1.4 million tonnes. Consequently, the July 21 incorporation rate rose 0.01 percentage points to 6.6 per cent.

Domestic consumption in 2021

in 1.000 t								cumulated	
	Jan.	Feb.	March	April	May	June	July	2021	2020
Biodiesel for blending	172,2	157,7	182,5	211,3	204,7	210,0	232,4	1.377,9	1.721,7
Diesel	2.033,9	2.065,2	2.727,4	2.574,1	2.523,0	2.885,7	2.882,1	17.836,3	18.345,6
Biodiesel + diesel	2.206,1	2.222,9	2.909,9	2.785,4	2.727,7	3.095,7	3.114,6	19.214,2	20.067,4
Share biodiesel	7,8 %	7,1 %	6,3 %	7,6 %	7,5 %	6,8 %	7,5 %	7,2 %	8,6 %
Bioethanol ETBE a)	10,6	9,2	13,4	13,2	14,1	10,9	14,0	91,8	76,5
Bioethanol for blending	65,2	50,6	67,9	76,9	90,1	85,2	84,1	519,8	561,6
Bioethanol total	75,8	59,8	81,3	90,1	104,3	96,2	98,1	611,6	638,1
Gasoline	948,5	956,5	1.248,8	1.177,3	1.214,4	1.392,9	1.396,6	8.422,4	8.688,8
Gasoline + bioethanol	1.024,3	1.016,2	1.330,0	1.267,5	1.318,7	1.489,1	1.494,7	9.033,9	9.326,9
Share bioethanol	7,4 %	5,9 %	6,1 %	7,1 %	7,9 %	6,5 %	6,6 %	6,8 %	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.