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	367,74	366,79	↗
Wholesale prices in EUR/t			
Rapeseed	388,00	389,00	↘
Rapeseed oil	840,00	825,00	↗
Rapseseed meal	179,00	183,00	↘
Rapeseed cake*	203,00	202,00	↗
Rapeseed future	386,75	388,00	↘
Wholesale prices in ct/l, excl. VAT			
Biodiesel	127,98	128,50	↘
Consumer prices in ct/l incl. VAT			
Diesel	127,59	128,00	↘
Futures in US-$/barrel			
WTI, Nymex	57,29	59,34	↘

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

Market Headlines

Oilseeds

- Small EU rapeseed crop supported quotations and spot prices
- Ex-farm prices continued to rise, willingness to sell increased
- Rapeseed imports continued to dominate the market
- Global soybean supply is lower than the previous year

Oilseed meals and oilcakes

- Rapeseed meal prices fell below EUR 180 per tonne, feed compounders were still hardly seen on the market
- Rapeseed expeller rose slightly

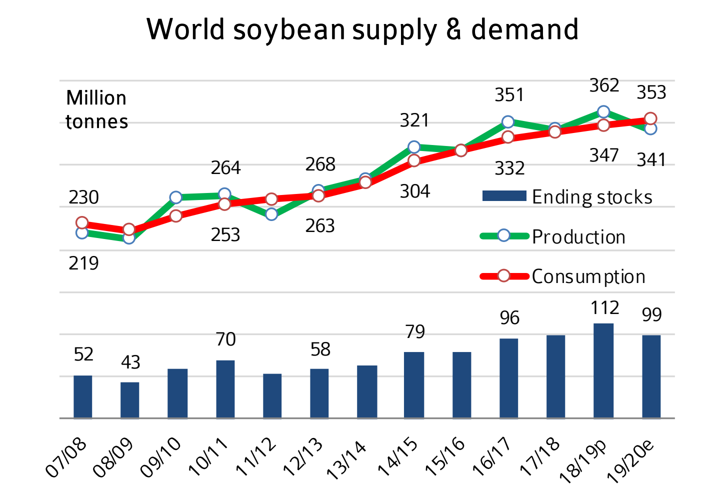
Vegetable oils

- Rapeseed oil prices benefited from tight feedstock supply and buoyant demand for biodiesel
- Palm oil prices came under pressure from weak forward prices

Fuels

- Biodiesel prices weakened, but buying interest continued to exist and could pick up several times in the fourth quarter
- Crude oil prices rallied markedly following attack on Saudi Arabian oil facilities

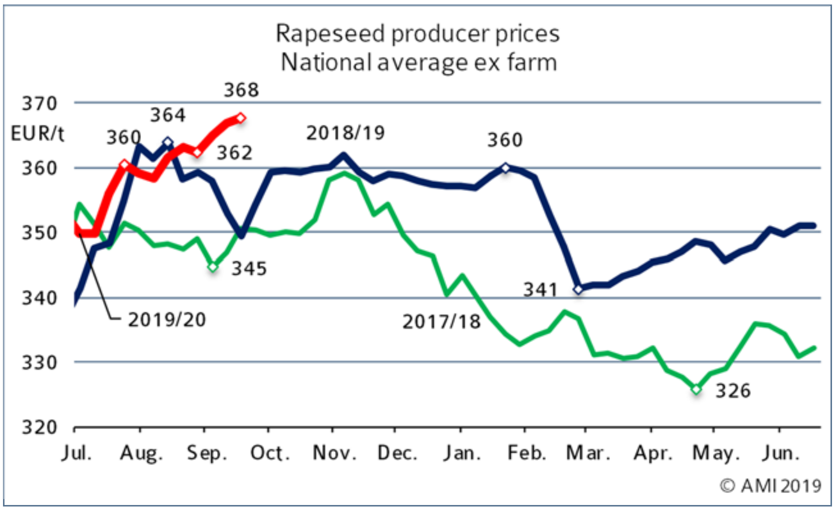
Chart of the week



Source: USDA, AMI Note: p = preliminary, e = estimate

Edition october 2019

Market prices

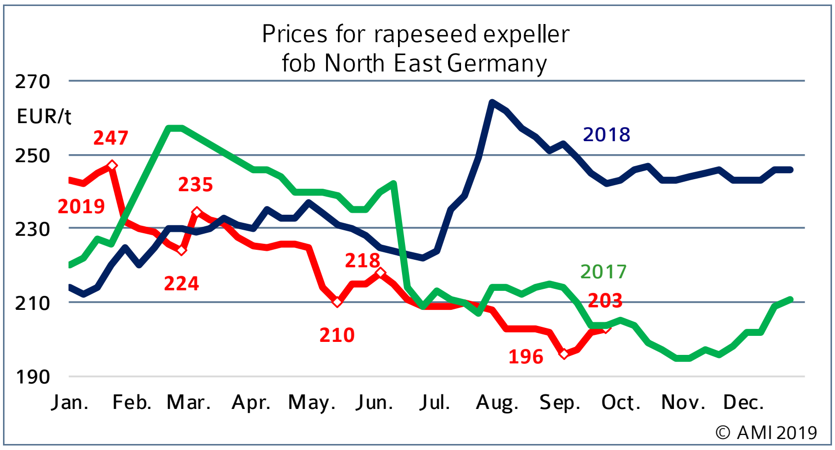


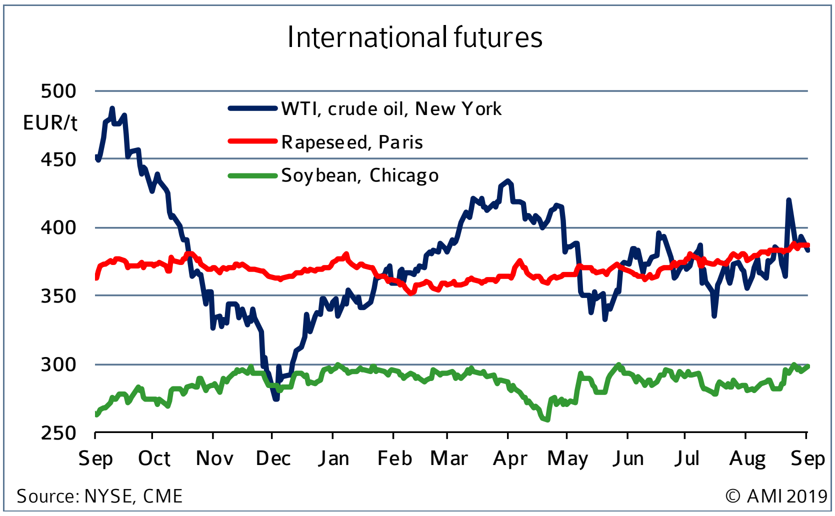
Wholesale prices

in EUR/t on 25.09.2019, (collected at mills and trade)

	Rapeseed 2018 franko	Rapeseed fob	Rapeseed oil fob	Palmoil cif
Spot	388	179	840	512
Previous week	389	183	825	527

Source: AMI





Rapeseed

Producer prices for rapeseed continued their climb in September. They recently increased to EUR 368 per tonne on German average, exceeding the previous month by almost EUR 5 per tonne and the previous year by EUR 19 per tonne. Support came from firm forward prices and brisk demand for biodiesel. Rapeseed growers showed more willingness to sell given the higher price level, and there are at least occasional purchase requests from oil mills. However, in general, the market remained slow and was dominated by imports.

Rapeseed oil

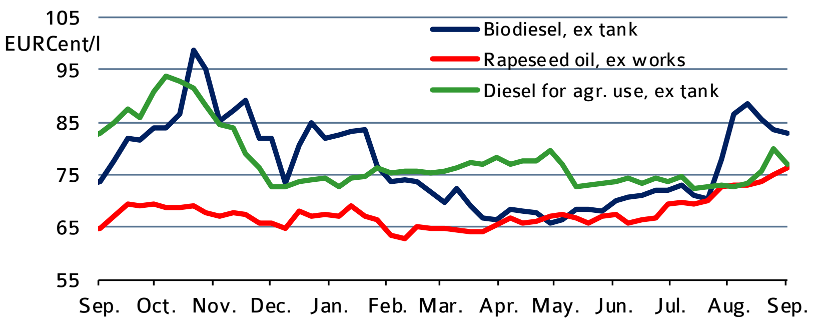
Rapeseed oil prices rose further during the month. Most recently, they reached EUR 840 per tonne, the highest level since February 2017. Steady to brisk demand for biodiesel and tight rapeseed supply were additional factors driving prices higher.

Rapeseed expeller

Prices for rapeseed expeller recently clawed their way back up, overcoming the low of EUR 196 per tonne fob North-East Germany seen at the beginning of the month. In other words, oilcake prices uncoupled from rapeseed meal prices. The latter continued to decline and recently came down to EUR 179 per tonne on German average. Reports said that demand from most feed compounders was sluggish. Many were stocked up well and waited for changes in prices.

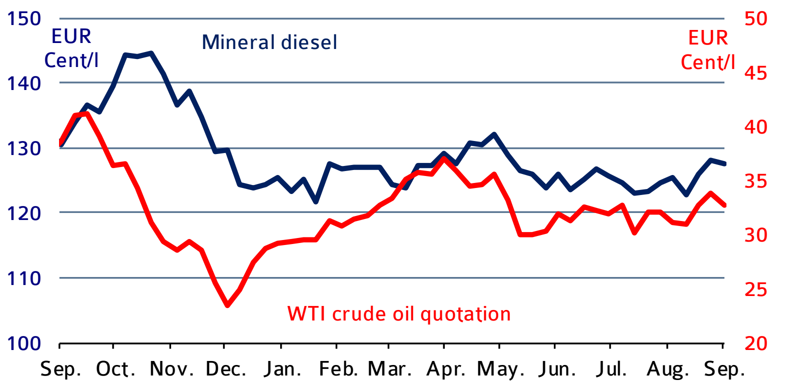
Biodiesel/ mineral Diesel

Wholesale prices excl. VAT



Note: Rapeseed oil and Biofuel for agricultural use are energy tax exempt. Diesel for agricultural use is taxed at 25.26 cent per litre. All prices exclude freight charges.

Prices at the pump incl. tax & crude oil quotes



Domestic consumption in 2019

in 1.000 t

	Jan.	Feb.	March	April	May	June	July	cumulated 2019	cumulated 2018
Biodiesel for blending	193,0	152,8	175,1	185,0	183,0	194,3	226,6	1.309,8	1.385,4
Diesel	2.763,4	2.798,1	2.925,4	3.044,0	3.087,1	2.829,2	3.174,4	20.639,1	20.163,7
Biodiesel + diesel	2.956,4	2.950,9	3.100,5	3.229,1	3.270,1	3.023,5	3.401,0	21.948,9	21.549,1
Share biodiesel	6,5 %	5,2 %	5,6 %	5,7 %	5,6 %	6,4 %	6,7 %	6,0 %	6,4 %
Bioethanol ETBE a)	7,6	4,2	8,4	9,1	9,1	8,4	6,5	53,3	71,6
Bioethanol for blending	92,1	83,3	74,9	82,1	94,1	92,5	95,0	614,2	629,0
Bioethanol total	99,7	87,5	83,3	91,2	103,3	100,9	101,5	667,4	700,6
Gasoline	1.262,0	1.187,3	1.386,3	1.382,8	1.477,1	1.435,1	1.513,8	9.643,2	9.662,6
Gasoline + bioethanol	1.361,7	1.274,8	1.469,7	1.473,9	1.580,4	1.536,0	1.615,3	10.310,7	10.363,2
Share bioethanol	7,3 %	6,9 %	5,7 %	6,2 %	6,5 %	6,6 %	6,3 %	6,5 %	6,8 %

Note: a) Volume percent of bioethanol in ETBE = 47 %;gacumulated figures include (unpublished) revised monthly BAFA data
Source: Federal Office for Economic Affairs and Export Control, AMI

Wholesale prices

The German biodiesel market cooled down somewhat compared to the previous month. Prices were slightly weaker. The peak level of EUR 133 euro cents per litre reached at the beginning of the month could not be maintained. However, demand continued to be steady to buoyant, because in light of tight feedstock supply blenders did not hesitate to stock up for the winter months. The quota compliance obligations also drove buyers onto the market, as is usual at this time. Although the first wave of purchases seems to be over, demand could pick up again several times in the fourth quarter, as the past years have shown. Biodiesel made from used cooking oil (UCO) continues to be in demand and, given the scarce supply, is now even sought after.

Prices at the pump

Drone attacks on Saudi Arabian oil facilities sent crude oil prices rising sharply mid month. The attacks knocked out large parts of the country's oil production capacity, and concerns about supply bottlenecks on the international market grew. Prices for mineral diesel also gained support from firming crude oil prices but are now declining. The high price level could not be maintained because it soon became clear that Saudi Arabia could be expected to fully resume production within just a short period of time.

Consumption

Biodiesel

In July 2019, more than 226,000 tonnes of biodiesel were used for blending, more than ever before. The last time that nearly as much was consumed was a year ago. The increase from the previous month amounted to 17 per cent. At the same time, demand for diesel increased by around 12 % to 3.17 million tonnes. This raised the incorporation rate to more than 6,7 per cent, the highest in 12 months. However, biodiesel consumption in the current year remains 5.5 % below the previous year's level.

Bioethanol

At 101,474 tonnes, bioethanol consumption in July 2019 was above average, but lower than in the previous month. At the same time, consumption of petrol increased to an annual high of 1.62 million tonnes, so that the incorporation rate fell to 6.3 %. Even less was added only in April 2019. From January to July 2019, a total of 614,000 tonnes of bioethanol were used for blending and 53,300 tonnes for ETBE. This was 2 or 26 % less than in the same period last year.