



The NAMC, Maize Trust, Oil and Protein Seeds Development Trust, Sorghum Trust and Winter Cereal Trust jointly fund the Grain and Oilseeds Supply & Demand Estimates (S&DE) initiative.

# South African Supply and Demand Estimates <u>June 2019</u> Report

**GRAIN & OILSEEDS SUPPLY & DEMAND ESTIMATES COMMITTEE (S&DEC)** 

SASDE - 73<sup>rd</sup> meeting, 28<sup>th</sup> of June 2019

# THE SOUTH AFRICAN SUPPLY AND DEMAND PROJECTIONS FOR GRAINS AND OILSEEDS FOR June 2019 ARE AS FOLLOWS:

# WHITE MAIZE (2019/20 Season)

**Supply:** The total supply of white maize is projected at 7 166 038 tons for the 2019/20 marketing season. This includes an opening stock level (at 1 May 2019) of 1 798 998 tons and local commercial deliveries of 5 328 040 tons. No whole white maize imports are estimated for the current season, with net early deliveries of 34 000 tons and a surplus of 5 000 tons.

**Demand:** The total demand (domestic plus exports) for white maize is projected at 6 196 000 tons. The total domestic demand is projected at 5 526 000 tons. This includes 4 650 000 tons processed for human consumption, 820 000 tons processed for animal and industrial consumption, 12 000 tons for gristing, 20 000 tons withdrawn by producers, 20 000 tons released to end-consumers and a balancing figure of 4 000 tons (net receipts and net dispatches). A projected export quantity of 70 000 tons of processed products and 600 000 tons of white whole maize is estimated for exports for the 2019/20 marketing season.

(Please note: When utilizing 45 days' stock as a proxy, there is potential for 900 000 tons of white maize available for exports for the 2019/20 marketing season. The S&DEC take cognizance of the maize requirements for countries north of South Africa).

**Stock levels:** The projected closing stock level at 30 April 2020 is estimated at 970 038 tons. At an average processed quantity of 456 833 tons per month, this represent available stock levels for 2.1 months or 65 days.

# YELLOW MAIZE (2019/20 Season)

**Supply:** The total supply of yellow maize is projected at 6 491 708 tons for the 2019/20 marketing season. This includes an opening stock (at 1 May 2019) of 864 088 tons and local commercial deliveries of 5 094 620 tons. Yellow maize imports of 450 000 tons are estimated for the current season, early deliveries of 65 000 tons and a surplus of 18 000 tons.

**Demand:** The total demand (domestic plus exports) for yellow maize is projected at 5 936 500 tons. The total domestic demand is projected at 5 536 500 tons. This includes 580 000 tons processed for human consumption, 4 750 000 tons processed for animal and industrial consumption, 11 500 tons for gristing, 50 000 tons withdrawn by producers, 135 000 tons released to end-consumers and a balancing figure of 10 000 tons (net receipts and net dispatches). A projected export quantity of 150 000 tons of processed products and 250 000 tons of yellow whole maize is estimated for exports for the 2019/20 marketing season.

**Stock levels:** The projected closing stock level at 30 April 2020 is estimated at 555 208 tons. At an average processed quantity of 445 125 tons per month, this represent available stock levels for 1.2 months or 38 days.

## **TOTAL MAIZE (2019/20 Season)**

**Supply:** The total supply of maize is projected at 13 657 746 tons for the 2019/20 marketing season. This includes an opening stock (at 1 May 2019) of 2 663 086 tons and local commercial deliveries of 10 422 660 tons. Whole maize imports of 450 000 tons are estimated, with early deliveries of 99 000 tons and a surplus of 23 000 tons.

**Demand:** The total demand (domestic plus exports) for maize is projected at 12 132 500 tons. The total domestic demand is projected at 11 062 500 tons. This includes 5 230 000 tons processed for human consumption, 5 570 000 tons processed for animal and industrial consumption, 23 500 tons for gristing, 70 000 tons withdrawn by producers, 155 000 tons released to end-consumers and a balancing figure of 14 000 tons (net receipts and net dispatches). A projected export quantity of 220 000 tons of processed products and 850 000 tons of total whole maize is estimated for exports for the 2019/20 marketing season.

**Stock levels:** The projected closing stock level at 30 April 2020 is estimated at 1 525 246 tons. At an average processed quantity of 901 958 tons per month, this represents available stock levels for 1.7 months or 51 days.

See Appendix 1 for detailed S&D table. An explanation of terms and calculations is available on the NAMC website (<a href="http://www.namc.co.za">http://www.namc.co.za</a>).

# SWEET SORGHUM (2019/20 Season)

**Supply:** The total supply of sweet sorghum is projected at 211 984 tons for the 2019/20 marketing season. This includes an opening stock level (at 1 March 2019) of 34 954 tons, local commercial deliveries of 136 030 tons, imports of 40 000 tons for South Africa and a sweet sorghum surplus of 1 000 tons.

**Demand:** The total demand (domestic plus exports) for sweet sorghum is projected at 148 600 tons. This includes 3 000 tons for indoor malting, 24 000 tons for floor malting, 100 000 tons for meal, rice and grits, 9 200 tons for feed, 900 tons withdrawn by producers, 1 000 tons released to end consumers, and a balancing figure of 500 tons (net receipts and net dispatches). A projected export quantity of 10 000 tons of sweet sorghum is estimated for exports for the 2019/20 marketing season.

**Stock levels:** The projected closing stock level at 28 February 2020 is estimated at 63 384 tons. At an average processed quantity of 11 350 tons per month, this represent available stock levels for 5.6 months or 170 days.

## BITTER SORGHUM (2019/20 Season)

**Supply:** The total supply of bitter sorghum is projected 42 726 tons for the 2019/20 marketing season. This includes an opening stock level (at 1 March 2019) of 16 906 tons, local commercial deliveries of 24 920 tons, bitter sorghum imports of 400 tons and a surplus of 500 tons for South Africa.

**Demand:** The total demand (domestic plus exports) for bitter sorghum is projected at 37 450 tons. This includes 8 000 tons for indoor malting, 25 000 tons for floor malting, 1 000 tons for meal, rice and grits, 1 300 tons for feed, 400 tons withdrawn by producers, 50 tons released to end consumers, a balancing figure of 150 tons (net receipts and net dispatches), and a deficit of 550 tons. A projected export quantity of 1 000 tons of bitter sorghum is estimated for exports for the 2019/20 marketing season.

**Stock levels:** The projected closing stock level at 28 February 2020 is estimated at 5 276 tons. At an average processed quantity of 2 942 tons per month, this represent available stock levels for 1.8 months or 55 days.

# TOTAL SORGHUM (2019/20 Season)

**Supply:** The total supply of sorghum is projected at 254 710 tons for the 2019/20 marketing season. This includes an opening stock level (at 1 March 2019) of 51 860 tons, local commercial deliveries of 160 950 tons, sorghum imports of 40 400 tons for South Africa with a surplus of 1 500 tons.

**Demand:** The total demand (domestic plus exports) for sorghum is projected at 186 050 tons. This includes 11 000 tons for indoor malting, 49 000 tons for floor malting, 101 000 tons for meal, rice and grits, 10 500 tons for feed, 1 300 tons withdrawn by producers, 1 050 tons released to end consumers, a balancing figure of 650 tons (net receipts and net dispatches), and a deficit of 550 tons. A projected export quantity of 11 000 tons of total sorghum is estimated for exports for the 2019/20 marketing season.

**Stock levels:** The projected closing stock level at 28 February 2020 is estimated at 68 660 tons. At an average processed quantity of 14 292 tons per month, this represent available stock levels for 4.8 months or 146 days.

See Appendix 2 for detailed S&D table.

## **WHEAT (2018/19 Season)**

**Supply:** The total supply of wheat is projected at 3 964 534 tons for the 2018/19 marketing season. This includes an opening stock level (at 1 October 2018) of 721 534 tons, local commercial deliveries of

1 835 000 tons, whole wheat imports estimated for South Africa of 1 400 000 tons and a surplus of 8 000 tons.

**Demand:** The total demand (domestic plus exports) for wheat is projected at 3 372 200 tons. This includes 3 240 000 tons processed for human consumption, 3 000 tons processed for animal consumption, 1 000 tons withdrawn by producers, 2 500 tons released to end consumers, 18 700 tons projected seed for planting purposes and a balancing figure of 7 000 tons (net receipts and net dispatches). A projected export quantity of 15 000 tons processed products and 85 000 tons whole wheat is estimated for exports for the 2018/19 marketing season.

**Stock levels:** The projected closing stock level at 30 September 2019 is estimated at 592 334 tons. At an average processed quantity of 270 250 tons per month, this represent available stock levels for 2.2 months or 67 days.

See Appendix 3 for detailed S&D table.

#### SUNFLOWER SEED (2019/20 Season)

**Supply:** The total supply of sunflower seed is projected at 818 305 tons for the 2019/20 marketing season. This includes an opening stock level (at 1 March 2019) of 120 165 tons, local commercial deliveries of 611 140 tons, sunflower seed imports of 80 000 tons for South Africa and a surplus of 7 000 tons.

**Demand**: The total demand (domestic plus exports) for sunflower seed is projected at 735 200 tons. This includes 1 500 tons processed for human consumption, 6 000 tons processed for animal consumption, 720 000 tons for crush (oil and oilcake), 500 tons withdrawn by producers, 2 000 tons released to end consumers, 3 200 tons seed for planting purposes and a balancing figure of 1 500 tons (net receipts and net dispatches). A quantity of 500 tons is estimated for exports for the 2019/20 marketing season.

**Stock levels:** The projected closing stock level at 28 February 2020 is estimated at 83 105 tons. At an average processed quantity of 60 625 tons per month, this represents available stock levels for 1.4 months or 42 days.

See Appendix 4 for detailed S&D table.

#### SOYBEANS (2019/20 Season)

**Supply:** The total supply of soybeans is projected at 1 701 636 tons for the 2019/20 marketing season. This includes an opening stock level (at 1 March 2019) of 502 241 tons, local commercial deliveries of 1 186 395 tons, soybean import of 7 000 tons for South Africa and a surplus of 6 000 tons.

**Demand**: The total demand (domestic plus exports) for soybeans is projected at 1 422 100 tons. This includes 25 500 tons processed for human consumption, 230 000 tons processed for animal (full fat) consumption, 1 150 000 tons for crush (oil and oilcake), 650 tons withdrawn by producers, 450 tons released to end consumers, 11 000 tons seed for planting purposes, and a balancing figure of 500 tons (net receipts and net dispatches). A quantity of 4 000 tons soybeans is estimated for exports for the 2019/20 marketing season.

**Stock levels:** The projected closing stock level at 28 February 2020 is estimated at 279 536 tons. At an average processed quantity of 117 125 tons per month, this represents available stock levels for 2.4 months or 73 days.

See Appendix 5 for detailed S&D table.

PLEASE NOTE: The July 2019 SASDE Report will be released on the 29th of July 2019.

Appendix 1: Detailed S & D table for White, Yellow and Total Maize - June 2019

		White Maize	
	Marketing season	Final for 2018/19	Projection for 2019/20
		tons	tons
1	CEC (Crop Estimate)	6,540,000	5,488,040
2	CEC (Retention)	0	160,000
3	Min: Early deliveries for current season (March + April)**	0	86,000
4	Plus: Early deliveries for next season (March + April)**	0	120,000
5	Available for the commercial market	6,540,000	5,362,040
6	SUPPLY		
7	Opening stock (1 May)	2,428,653	1,798,998
8	Producer deliveries	6,308,941	5,328,040
9	Imports for South Africa	0	0
10	Early deliveries (Net)*	0	34,000
11	Surplus	1,403	5,000
12	Total Supply	8,738,997	7,166,038
			1
13	DEMAND		
14	Processed for the local market	6,283,320	5,482,000
15	- human	4,594,123	4,650,000

Yellow Maize		
Final for 2018/19		
tons	tons	
5,970,000	5,444,620	
0	350,000	
0	185,000	
0	250,000	
5,970,000	5,159,620	
1,260,823	864,088	
5,674,911	5,094,620	
171,622	450,000	
0	65,000	
20,770	18,000	
7,128,126	6,491,708	

Total Maize		
Final	Projection for	
for 2018/19	2019/20	
tons	tons	
12,510,000	10,932,660	
0	510,000	
0	271,000	
0	370,000	
12,510,000	10,521,660	
3,689,476	2,663,086	
11,983,852	10,422,660	
171,622	450,000	
0	99,000	
22,173	23,000	
15,867,123	13,657,746	

13	DEMAND		
14	Processed for the local market	6,283,320	5,482,000
15	- human	4,594,123	4,650,000

4,407,657	5,341,500
566,649	580,000

10,690,977	10,823,500
5,160,772	5,230,000

		White	Maize
	Marketing season	Final for 2018/19	Projection for 2019/20
		tons	tons
16	- animal and industrial	1,677,236	820,000
17	- gristing	11,961	12,000
18	Withdrawn by prod	12,844	20,000
19	Released to end-cons	22,946	20,000
20	Net receipts(-)/disp(+)	4,238	4,000
21	Deficit	0	0
22	Local demand	6,323,348	5,526,000
23	Exports	616,651	670,000
24	- products	72,280	70,000
25	- whole maize	544,371	600,000
26	Total Demand	6,939,999	6,196,000

Yellow Maize		
Final Projection f for 2018/19 2019/20		
tons	tons	
3,829,944	4,750,000	
11,064	11,500	
51,420	50,000	
128,697	135,000	
8,857	10,000	
0	0	
4,596,631	5,536,500	
1,667,407	400,000	
141,312	150,000	
1,526,095	250,000	
6,264,038	5,936,500	

Total Maize		
Final for 2018/19	Projection for 2019/20	
tons	tons	
5,507,180	5,570,000	
23,025	23,500	
64,264	70,000	
151,643	155,000	
13,095	14,000	
0	0	
10,919,979	11,062,500	
2,284,058	1,070,000	
213,592	220,000	
2,070,466	850,000	
13,204,037	12,132,500	

27	Closing Stock (30 Apr)	1,798,998	970,038
28	- processed p/month	523,610	456,833
29	- months' stock	3.4	2.1
30	- days' stock	105	65

864,088	555,208
367,305	445,125
2.4	1.2
72	38

2,663,086	1,525,246
890,915	901,958
3.0	1.7
91	51

<sup>\*\*</sup>For the current marketing season early deliveries of maize which occurred during January and February 2019, are included in the 2019/20 seasons' estimate (as per CEC estimates).

Appendix 2: Detailed S & D table for Sorghum - June 2019

		Sweet	Sorghum	Bitter Sorghum		Tota	Total Sorghum	
	Marketing season	Final for 2018/19	Projection for 2019/20	Final for 2018/19	Projection for 2019/20	Final for 2018/19	Projection for 2019/20	
		tons	tons	tons	tons	tons	tons	
1	CEC (Crop Estimate)	65,150	136,430	49,850	25,020	115,000	161,450	
2	CEC Retentions	300	400	150	100	450	500	
3	Available for the commercial market	64,850	136,030	49,700	24,920	114,550	160,950	
4	SUPPLY							
5	Opening stock (1 Mch)	31,211	34,954	28,035	16,906	59,246	51,860	
6	Prod deliveries	64,887	136,030	50,507	24,920	115,394	160,950	
7	Imports for South Africa	43,620	40,000	2,119	400	45,739	40,400	
8	Surplus	2,955	1,000	0	500	2,955	1,500	
9	Total Supply	142,673	211,984	80,661	42,726	223,334	254,710	
10	DEMAND							
11	Processed	99,131	136,200	55,613	35,300	154,744	171,500	
12	- Indoor malting	618	3,000	9,121	8,000	9,739	11,000	
13	- Floor malting	10,569	24,000	36,044	25,000	46,613	49,000	
14	- Meal, rice & grits	79,316	100,000	8,399	1,000	87,715	101,000	
15	- Pet Food	850	900	0	0	850	900	
16	- Poultry feed	5,615	5,800	985	800	6,600	6,600	
17	- Livestock feed	2,163	2,500	1,064	500	3,227	3,000	
				1				

		Sweet Sorghum		
	Marketing season	Final for 2018/19	Projection for 2019/20	
		tons	tons	
18	Bio-fuel	0	0	
19	Withdrawn by prod	644	900	
20	Released to end-cons	740	1,000	
21	Net receipts(-)/disp(+)	383	500	
22	Deficit	0	0	
23	Exports	6,821	10,000	
24	Total Demand	107,719	148,600	

Bitter Sorghum			
Final for 2018/19	Projection for 2019/20		
tons	tons		
0	0		
388	400		
26	50		
500	150		
4,567	550		
2,661	1,000		
63,755	37,450		

Total Sorghum				
Final for <b>2018/19</b>	Projection for 2019/20			
tons	tons			
0	0			
1,032	1,300			
766	1,050			
883	650			
4,567	550			
9,482	11,000			
171,474	186,050			

25	Ending Stock (28/29 Feb)	34,954	63,384
26	- processed p/month	8,261	11,350
27	- months' stock	4.2	5.6
28	- days' stock	129	170

16,906	5,276
4,634	2,942
3.6	1.8
111	55

51,860	68,660
12,895	14,292
4.0	4.8
122	146

Appendix 3: Detailed S & D table for Wheat - June 2019

		Wheat		
	Marketing season	Final for 2017/18	Projection for 2018/19	
		tons	tons	
1	CEC (Crop Estimate)	1,535,000	1,868,000	
2	CEC (Retention)	30,000	33,000	
3	SUPPLY			
4	Opening stock (1 Oct)	341,424	721,534	
5	Prod deliveries	1,547,486	1,835,000	
6	Imports for South Africa	2,173,757	1,400,000	
7	Surplus	5,611	8,000	
8	Total Supply	4,068,278	3,964,534	
•	DEMAND			
9	DEMAND Processed	2 207 044	3,243,000	
11		<b>3,207,944</b> 3,204,732	3,240,000	
12	- human - animal	3,212	3,000	
13	- gristing	0	0	
14	Withdrawn by producers	884	1,000	
15	Released to end-consumers	1,990	2,500	
16	Seed for planting purposes	18,237	18,700	
17	Net receipts(-)/disp(+)	4,992	7,000	
18	Deficit	0	0	
19	Exports	112,697	100,000	
20	- products	36,848	15,000	
21	- whole wheat	75,849	85,000	
22	Total Demand	3,346,744	3,372,200	
23	Closing Stock (30 Sep)	721,534	592,334	
24	- processed p/month	267,329	270,250	
25	- months' stock	2.7	2.2	
26	- days' stock	82	67	

Appendix 4: Detailed S & D table for Sunflower Seed – June 2019

		Sunflower Seed		
	Marketing season	Final for 2018/19	Projection for 2019/20	
		tons	tons	
1	CEC (Crop Estimate)	862,000	611,140	
2	SUPPLY			
3	Opening stock (1 Mch)	154,841	120,165	
4	Prod deliveries	863,184	611,140	
5	Imports for South Africa	1,324	80,000	
6	Surplus	6,863	7,000	
7	Total Supply	1,026,212	818,305	
8	DEMAND			
9	Processed	900,045	727,500	
10	- human	1,609	1,500	
11	- animal	5,114	6,000	
12	- crush (oil and oilcake)	893,322	720,000	
13	Withdrawn by producers	519	500	
14	Released to end-consumers	1,764	2,000	
15	Seed for planting purposes	3,582	3,200	
16	Net receipts(-)/disp(+)	-378	1,500	
17	Deficit	0	0	
18	Exports	515	500	
19	Total Demand	906,047	735,200	
20	Ending Stock (28/29 Feb)	120,165	83,105	
21	- processed p/month	75,004	60,625	
22	- months' stock	1.6	1.4	
23	- days' stock	49	42	

Appendix 5: Detailed S & D table for Soybeans – June 2019

		Soybeans		
	Marketing season	Final for 2018/19	Projection for 2019/20	
		tons	tons	
1	CEC (Crop Estimate)	1,540,000	1,216,395	
2	Retention	0	30,000	
3	SUPPLY			
4	Opening stock (1 Mch)	330,535	502,241	
5	Prod deliveries	1,502,976	1,186,395	
6	Imports for South Africa	6,945	7,000	
7	Surplus	14,394	6,000	
8	Total Supply	1,854,850	1,701,636	
9	DEMAND			
10	Processed	1,308,441	1,405,500	
11	- human	25,005	25,500	
12	- animal feed (full fat soya)	218,973	230,000	
13	- crush (oil/oilcake)	1,064,463	1,150,000	
14	Withdrawn by producers	567	650	
15	Released to end-consumers	431	450	
16	Seed for planting purposes	10,599	11,000	
17	Net receipts(-)/disp(+)	-239	500	
18	Deficit	0	0	
19	Exports	32,810	4,000	
20	Total Demand	1,352,609	1,422,100	
21	Closing Stock (28/29 Feb)	502,241	279,536	
22	- processed p/month	109,037	117,125	
23	- months' stock	4.6	2.4	
24	- days stock	140	73	

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