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## Mexico

### Oilseeds and Products

### October Oilseeds Update

### 2008

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**Report Highlights:**

The MY 2008/09 soybean import estimate has been revised downward to 3.6 MMT reflecting decreased demand from the feed industry. Similarly, the total soybean consumption estimate for MY 2008/09 has been reduced to 3.685 MMT due to the anticipated poor macroeconomic performance in CY 2009 (See [MX8065](#)). The soybean oil production estimate for MY 2008/09 has been revised downward to 640,000 MT, as a result of lower imports of U.S. soybeans and reduced crushing. FAS/Mexico forecasts no changes to the PS&D update from September (See [MX8065](#)) for rapeseed and rapeseed meal.

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Includes PSD Changes: Yes  
Includes Trade Matrix: No  
Annual Report  
Mexico City [MX1]  
[MX]

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## Soybeans

The MY 2008/09 planted and harvested areas have been revised upward and downward, respectively, reflecting updated information from the Ministry of Agriculture (SAGARPA). The production estimate for this marketing year remains unchanged at 100,000 MT. However, the production level continues to represent less than three percent of total domestic consumption.

The MY 2008/09 soybean import estimate has been revised downward to 3.6 MMT reflecting the expected contraction in domestic demand for livestock products. As a result of the slowdown in the Mexican economy and the international financial crisis, Mexican imports of U.S. soybeans will likely be adversely affected by decreased demand from the feed industry.

Similarly, the total soybean consumption estimate for MY 2008/09 has been reduced to 3.685 MMT. This reduction is due to the forecast poor macroeconomic performance in CY 2009 (See [MX8065](#)). The Government of Mexico (GOM) was forced to revise its 2009 budget proposal in October because of the global credit crisis as well as decreased forecasts for economic growth. The GOM cut its CY 2009 economic growth forecast from three percent to 1.8 percent.

The soybean meal production estimate for MY 2008/09 has been revised downward based on updated information from the private sector. These sources indicate that as result of lower soybean imports, meal production should decrease in MY 2008/09. The soybean meal import estimate for MY 2008/09 has been revised downward approximately four percent from our previous estimate, reflecting reduced demand from the feed industry.

The market for finished livestock products is beginning to be contracted and the cost of production continues to increase. As a result, industry contacts report that domestic demand for soybeans and soybean meal should decrease in MY 2008/09. Another factor for an expected decline in the growth of U.S. soybean and soybean meal exports to Mexico is the weakening of the Mexican peso relative to the U.S. dollar, which will create relatively more expensive exports of these products. Mexico's peso has been plummeting since October 7 and the Central Bank (Banxico) has tapped nearly 15 percent of its reserves to rescue the peso. Banxico has sold nearly \$13 billion worth of U.S. dollars since that date and purchased pesos in an effort to rescue the value of the peso.

The estimated MY 2008/09 ending stocks for soybean meal were revised downward due to lower-than-previously estimated production and imports.

The oil production estimate for MY 2008/09 has been revised downward to 640,000 MT, as a result of expected lower imports of U.S. soybeans and reduced crushing. Similarly, the production estimate for MY 2007/08 has been revised upward reflecting SAGARPA's official information. Oil crushing sources have indicated that crushing margins could be reduced next year due to the unfavorable outlook of the Mexican economy and it could be more profitable to import crude oil rather than beans. Therefore, the oil import estimates for MY 2008/09 have been revised upward. The consumption estimate for MY 2007/08 has been adjusted upward to 870,000 MT based on official information from SAGARPA.

The estimated MY 2008/09 soy oil ending stocks were revised downward due to lower-than-previously estimated production. However, the ending stock figure for MY 2007/08 has been revised upward, reflecting higher-than-previously production.

## Rapeseed

Based on available information from SAGARPA and the Secretariat of Economy (SE), FAS/Mexico forecasts no changes to the PS&D update from September (See [MX8065](#)) for rapeseed and rapeseed meal. It should also be noted that the rapeseed meal import estimate for MY 2007/08 remains unchanged. There is a difference between preliminary official Mexican data issued by the SE and U.S. Census data.

## Sunflower

The MY 2007/08 import estimate for sunflower oil has been adjusted upward to 38,000 MT, which is based on official data from the SE for the first 10 months of this marketing year. Also, the export oil estimate for MY 2007/08 has been revised upward reflecting the most recent SE data. The import and export estimates for sunflower oil for MY 2008/09 have been revised upward, assuming the same levels of the previous year and based on information from industry sources.

For sunflower and sunflower meal, FAS/Mexico forecasts no changes to the PS&D update from our September report (See [MX8065](#)), which is based on available information from SAGARPA, the SE, and the National Association of Oils, Fats and Shortening (ANIAME).

## Relevant Reports Submitted by FAS/Mexico City

MX8065 September Oilseeds Update

<http://www.fas.usda.gov/gainfiles/200810/146295997.doc>

MX8056 August Oilseeds Update

<http://www.fas.usda.gov/gainfiles/200809/146295691.doc>

MX8049 July Oilseeds Update

<http://www.fas.usda.gov/gainfiles/200807/146295322.doc>

MX8024 Oilseeds Annual

<http://www.fas.usda.gov/gainfiles/200804/146294258.doc>

## PS&amp;D Soybean

Oilseed, Soybean Mexico  (1000 MT) (1000 Hectares)	2006			2007			2008		
	2006/2007			2007/2008			2008/2009		
	Market Year Begin: Sep 2006			Market Year Begin: Sep 2007			Market Year Begin: Jun 2008		
	Annual Data Displayed		New Post	Annual Data Displayed		New Post	Annual Data Displayed		Oct
	Official	Post	Data	Official	Post	Data	Official	Post	Data
Area Planted	78	78	78	73	73	73	80	80	82
Area Harvested	54	54	54	53	63	63	65	72	70
Beginning Stocks	41	41	41	39	52	52	30	25	25
Production	80	80	80	76	88	88	100	100	100
MY Imports	3844	3644	3644	3650	3600	3600	3635	3700	3600
MY Imp. from U.S.	3840	0	3644	3650	3600	3600	3635	3700	3600
MY Imp. from EU	0	0	0	0	0	0	0	0	0
Total Supply	3965	3765	3765	3765	3740	3740	3765	3825	3725
MY Exports	0	0	0	0	0	0	0	0	0
MY Exp. To EU	0	0	0	0	0	0	0	0	0
Crush	3900	3677	3677	3700	3680	3680	3700	3750	3650
Food Use Dom. Cons.	0	0	0	0	0	0	0	0	0
Feed Waste Dom. Cons.	26	36	36	35	35	35	35	35	35
Total Dom. Cons.	3926	3713	3713	3735	3715	3715	3735	3785	3685
Ending Stocks	39	52	52	30	25	25	30	40	40
Total Distribution	3965	3765	3765	3765	3740	3740	3765	3825	3725
CY Imports	3610	3765	3765	3650	3676	3676	3635	3755	3600
CY Imp. from U.S.	3610	3765	3765	3650	3676	3676	3635	3755	3600
CY Exports	1	0	0	0	0	0	0	0	0
CY Exp. To U.S.	0	0	0	0	0	0	0	0	0

## PS&amp;D Meal Soybean

Meal, Soybean Mexico  (1000 MT) (Extr. Rate Percent)	2006			2007			2008		
	2006/2007			2007/2008			2008/2009		
	Market Year Begin: Sep 2006			Market Year Begin: Sep 2007			Market Year Begin: Sep 2008		
	Annual Data Displayed		New Post	Annual Data Displayed		New Post	Annual Data Displayed		Oct
	Official	Post	Data	Official	Post	Data	Official	Post	Data
Crush	3900	3677	3677	3700	3680	3680	3700	3750	3650
Extr. Rate, 999.9999	1.0		0.79	1.0	0.0	0.7774	1.0	1.0	0.7932
Beginning Stocks	111	111	111	110	97	97	112	100	100
Production	3095	2905	2905	2935	2861	2861	2935	2970	2895
MY Imports	1780	1240	1240	1475	1000	1000	1600	1150	1100
MY Imp. from U.S.	1780	0	0	1550	1000	1000	1600	1150	1100
MY Imp. from EU	0	0	0	0	0	0	0	0	0
Total Supply	4986	4256	4256	4520	3958	3958	4647	4220	4095
MY Exports	5	5	5	8	8	8	9	10	10
MY Exp. To EU	0	0	0	0	0	0	0	0	0
Industrial Dom. Cons.	0	0	0	0	0	0	0	0	0
Food Use Dom. Cons.	49	49	49	50	50	50	50	50	50
Feed Waste Dom. Cons.	4822	4105	4105	4350	3800	3800	4475	4050	3950
Total Dom. Cons.	4871	4154	4154	4400	3850	3850	4525	4100	4000
Ending Stocks	110	97	97	112	100	100	113	110	85
Total Distribution	4986	4256	4256	4520	3958	3958	4647	4220	4095
CY Imports	1649	1274	1274	1475	1127	1127	1600	1180	1100
CY Imp. from U.S.	1649	1274	1274	1475	1127	1127	1600	1180	1100
CY Exports	6	5	0	8	6	6	8	11	11
CY Exp. To U.S.	0	0	0	0	0	0	0	0	0
SME	4871	4154	4154	4400	3850	3850	4525	4100	4000

## PS&amp;D Oil Soybean

Oil, Soybean Mexico  (1000 MT) (Extr. Rate Percent)	2006			2007			2008		
	2006/2007			2007/2008			2008/2009		
	Market Year Begin: Sep 2006			Market Year Begin: Sep 2007			Market Year Begin: Sep 2008		
	Annual Data Displayed		New Post	Annual Data Displayed		New Post	Annual Data Displayed		Oct
	Official	Post	Data	Official	Post	Data	Official	Post	Data
Crush	3900	3677	3677	3700	3680	3680	3700	3750	3750
Extr. Rate, 999.9999	0.1756	0.1722	0.1722	0.1757	0.1671	0.1755	0.1743	0.1741	0.1707
Beginning Stocks	5	5	5	7	5	5	12	5	6
Production	685	633	633	650	615	646	645	653	640
MY Imports	137	137	137	230	230	230	225	200	210
MY Imp. from U.S.	137	137	137	200	222	223	200	198	200
MY Imp. from EU	0	0	0	0	0	0	0	0	0
Total Supply	827	775	775	887	850	881	882	858	856
MY Exports	0	0	0	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0	0	0	0
Industrial Dom. Cons.	0	0	0	0	0	0	0	0	0
Food Use Dom. Cons.	815	765	765	870	840	870	868	845	845
Feed Waste Dom. Cons.	5	5	5	5	5	5	5	5	5
Total Dom. Cons.	820	770	770	875	845	875	873	850	850
Ending Stocks	7	5	5	12	5	6	9	8	6
Total Distribution	827	775	775	887	850	881	882	858	856
CY Imports	159	108	108	225	215	159	225	160	160
CY Imp. from U.S.	150	108	108	150	215	159	150	160	160
CY Exports	1	0	0	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0	0	0	0

## PS&amp;D Rapeseed

Oilseed, Rapeseed Mexico  (1000 MT) (1000 Hectares)	2006			2007			2008		
	2006/2007			2007/2008			2008/2009		
	Market Year Begin: Oct 2006			Market Year Begin: Oct 2007			Market Year Begin: Oct 2008		
	Annual Data Displayed		New Post	Annual Data Displayed		New Post	Annual Data Displayed		Oct
	Official	Post	Data	Official	Post	Data	Official	Post	Data
Area Planted	0	0	0	0	0	0	0	0	0
Area Harvested	0	0	0	0	0	0	0	0	0
Beginning Stocks	68	68	68	27	25	25	27	35	35
Production	0	0	0	0	0	0	0	0	0
MY Imports	1034	1087	1087	1200	1220	1220	1250	1200	1200
MY Imp. from U.S.	15	15	15	20	20	20	20	20	20
MY Imp. from EU	0	0	0	0	0	0	0	0	0
Total Supply	1102	1155	1155	1227	1245	1245	1277	1235	1235
MY Exports	0	0	0	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0	0	0	0
Crush	1075	1130	1130	1200	1210	1210	1250	1200	1200
Food Use Dom. Cons.	0	0	0	0	0	0	0	0	0
Feed Waste Dom. Cons.	0	0	0	0	0	0	0	0	0
Total Dom. Cons.	1075	1130	1130	1200	1210	1210	1250	1200	1200
Ending Stocks	27	25	25	27	35	35	27	35	35
Total Distribution	1102	1155	1155	1227	1245	1245	1277	1235	1235
CY Imports	1060	1207	1207	1250	1128	1128	1250	1200	1200
CY Imp. from U.S.	15	36	36	20	30	30	20	30	30
CY Exports	0	0	0	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0	0	0	0

## PS&amp;D Meal Rapeseed

Meal, Rapeseed Mexico  (1000 MT) (Extr. Rate Percent)	2006			2007			2008		
	2006/2007			2007/2008			2008/2009		
	Market Year Begin: Oct 2006			Market Year Begin: Oct 2007			Market Year Begin: Oct 2008		
	Annual Data Displayed		New Post	Annual Data Displayed		New Post	Annual Data Displayed		Oct
	Official	Post	Data	Official	Post	Data	Official	Post	Data
Crush	1075	1130	1130	1200	1210	1210	1250	1200	1200
Extr. Rate, 999.9999	1.0	0.0	0.5451	1.0	0.0	0.5455	1.0	1.0	0.545
Beginning Stocks	11	11	11	0	0	0	0	0	0
Production	587	616	616	654	660	660	681	654	654
MY Imports	57	56	56	80	64	64	79	60	60
MY Imp. from U.S.	56	48	48	35	55	55	35	52	52
MY Imp. from EU	0	0	0	0	0	0	0	0	0
Total Supply	655	683	683	734	724	724	760	714	714
MY Exports	0	0	0	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0	0	0	0
Industrial Dom. Cons.	0	0	0	0	0	0	0	0	0
Food Use Dom. Cons.	0	0	0	0	0	0	0	0	0
Feed Waste Dom. Cons.	655	683	683	734	724	724	760	714	714
Total Dom. Cons.	655	683	683	734	724	724	760	714	714
Ending Stocks	0	0	0	0	0	0	0	0	0
Total Distribution	655	683	683	734	724	724	760	714	714
CY Imports	53	58	58	50	53	53	50	60	60
CY Imp. from U.S.	53	54	54	50	43	43	50	54	54
CY Exports	0	0	0	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0	0	0	0

## PS&amp;D Oil Rapeseed

Oil, Rapeseed Mexico  (1000 MT) (Extr. Rate Percent)	2006			2007			2008		
	2006/2007			2007/2008			2008/2009		
	Market Year Begin: Oct 2006			Market Year Begin: Oct 2007			Market Year Begin: Oct 2008		
	Annual Data Displayed		New Post	Annual Data Displayed		New Post	Annual Data Displayed		Oct
	Official	Post	Data	Official	Post	Data	Official	Post	Data
Crush	1075	1130	1130	1200	1210	1210	1250	1200	1200
Extr. Rate, 999.9999	0.0	0.0	0.3894	0.0	0.3901	0.0	0.0	0.0	0.0
Beginning Stocks	32	32	32	2	2	2	2	2	2
Production	419	440	440	467	472	472	487	470	470
MY Imports	41	41	41	50	50	50	60	60	60
MY Imp. from U.S.	10	10	10	10	10	10	10	10	10
MY Imp. from EU	0	0	0	0	0	0	0	0	0
Total Supply	492	513	513	519	524	524	549	532	532
MY Exports	0	0	0	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0	0	0	0
Industrial Dom. Cons.	0	0	0	0	0	0	0	0	0
Food Use Dom. Cons.	490	511	511	517	520	520	547	530	530
Feed Waste Dom. Cons.	0	0	0	0	2	2	0	0	0
Total Dom. Cons.	490	511	511	517	522	522	547	530	530
Ending Stocks	2	2	2	2	2	2	2	2	2
Total Distribution	492	513	513	519	524	524	549	532	532
CY Imports	42	61	61	50	37	37	60	60	60
CY Imp. from U.S.	10	29	29	10	10	10	10	10	10
CY Exports	0	0	0	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0	0	0	0

## PS&amp;D Sunflowerseed

Oilseed, Sunflowerseed Mexico  (1000 MT) (1000 Hectares)	2006			2007			2008		
	2006/2007			2007/2008			2008/2009		
	Market Year Begin: Oct 2006			Market Year Begin: Oct 2007			Market Year Begin: Oct 2008		
	Annual Data Displayed		New Post	Annual Data Displayed		New Post	Annual Data Displayed		Oct
	Official	Post	Data	Official	Post	Data	Official	Post	Data
Area Planted	0	1	1	0	1	1	0	1	1
Area Harvested	1	1	1	1	1	1	1	1	1
Beginning Stocks	1	1	1	1	1	1	1	1	1
Production	1	1	1	1	1	1	1	1	1
MY Imports	13	13	13	14	8	8	14	9	9
MY Imp. from U.S.	8	10	10	7	6	6	7	7	7
MY Imp. from EU	0	0	0	0	0	0	0	0	0
Total Supply	15	15	15	16	10	10	16	11	11
MY Exports	0	0	0	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0	0	0	0
Crush	11	11	11	12	8	8	12	9	9
Food Use Dom. Cons.	0	0	0	0	0	0	0	0	0
Feed Waste Dom. Cons.	3	3	3	3	1	1	3	1	1
Total Dom. Cons.	14	14	14	15	9	9	15	10	10
Ending Stocks	1	1	1	1	1	1	1	1	1
Total Distribution	15	15	15	16	10	10	16	11	11
CY Imports	15	17	17	15	11	11	15	12	12
CY Imp. from U.S.	0	12	12	0	9	9	0	10	10
CY Exports	0	0	0	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0	0	0	0

## PS&amp;D Meal Sunfloweseed

Meal, Sunflowerseed Mexico  (1000 MT) (Extr. Rate Percent)	2006			2007			2008		
	2006/2007			2007/2008			2008/2009		
	Market Year Begin: Oct 2006			Market Year Begin: Oct 2007			Market Year Begin: Oct 2008		
	Annual Data Displayed		New Post	Annual Data Displayed		New Post	Annual Data Displayed		Oct
	Official	Post	Data	Official	Post	Data	Official	Post	Data
Crush	11	11	11	12	8	8	12	9	
Extr. Rate, 999.9999	1.0	0.0	0.5455	0.0	0.0	0.375	0.0	0.0	0.444
Beginning Stocks	0	0	0	0	0	0	0	0	
Production	6	6	6	5	3	3	5	4	
MY Imports	6	6	6	5	4	4	5	4	
MY Imp. from U.S.	4	6	6	5	4	4	5	4	
MY Imp. from EU	0	0	0	0	0	0	0	0	
Total Supply	12	12	12	10	7	7	10	8	
MY Exports	0	0	0	0	0	0	0	0	
MY Exp. to EU	0	0	0	0	0	0	0	0	
Industrial Dom. Cons.	0	0	0	0	0	0	0	0	
Food Use Dom. Cons.	0	0	0	0	0	0	0	0	
Feed Waste Dom. Cons.	12	12	12	10	7	7	10	8	
Total Dom. Cons.	12	12	12	10	7	7	10	8	
Ending Stocks	0	0	0	0	0	0	0	0	
Total Distribution	12	12	12	10	7	7	10	8	
CY Imports	4	5	5	5	5	5	5	6	
CY Imp. from U.S.	4	5	5	5	5	5	5	6	
CY Exports	0	0	0	0	0	0	0	0	
CY Exp. to U.S.	0	0	0	0	0	0	0	0	

## PS&amp;D Oil Sunflowerseed

Oil, Sunflowerseed Mexico	2006			2007			2008		
	2006/2007			2007/2008			2008/2009		
	Market Year Begin: Oct 2006			Market Year Begin: Oct 2007			Market Year Begin: Oct 2008		
	Annual Data Displayed		New Post	Annual Data Displayed		New Post	Annual Data Displayed		Oct
	Official	Post	Data	Official	Post	Data	Official	Post	Data
Crush	11	11	11	12	8	8	12	9	
Extr. Rate, 999.9999	0.0	0.0	0.4545	0.0	0.0	0.375	0.0	0.0	0.333
Beginning Stocks	7	7	7	2	2	2	5	0	
Production	5	5	5	5	3	3	5	3	
MY Imports	87	87	87	95	33	38	95	35	3
MY Imp. from U.S.	12	12	12	12	6	8	12	6	
MY Imp. from EU	0	0	0	0	0	0	0	0	
Total Supply	99	99	99	102	38	43	105	38	4
MY Exports	41	41	41	37	33	38	37	33	3
MY Exp. to EU	0	0	0	0	0	0	0	0	
Industrial Dom. Cons.	0	0	0	0	0	0	0	0	
Food Use Dom. Cons.	56	56	56	60	5	5	60	5	
Feed Waste Dom. Cons.	0	0	0	0	0	0	0	0	
Total Dom. Cons.	56	56	56	60	5	5	60	5	
Ending Stocks	2	2	2	5	0	0	8	0	
Total Distribution	99	99	99	102	38	43	105	38	4
CY Imports	95	48	48	95	72	72	95	35	4
CY Imp. from U.S.	15	15	15	15	9	9	15	6	
CY Exports	40	35	35	37	47	48	37	30	3