



Foreign Agricultural Service

GAIN Report

Global Agriculture Information Network

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Philippines

Oilseeds and Products

Soybean Meal PSD Revision

1998

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Report Highlights:

Soybean meal consumption was raised starting 1997 onwards as a result of the earlier-than-expected recovery of the domestic chicken industry from a market oversupply. Continued growth of the domestic poultry and livestock industries is expected in 1998 but will likely slowdown in 1999. Because of this, soybean meal imports were adjusted upwards in 1998 onwards with the U.S. market share significantly increasing due to less competition and partial shipments under a \$10 million soybean meal PL 480 Title I Agreement.

Includes PSD changes: Yes
Includes Trade Matrix: No
Unscheduled Report, RP

Upward adjustments were made to soybean meal consumption beginning 1997 onwards due to earlier-than-expected recovery of the local broiler industry after a chicken meat oversupply (which led to depopulation of broiler farms) the previous year. Both poultry and livestock sectors posted high growth rates in 1997 and are expected to continue growing in 1998. For 1999, effects of the regional currency crisis will likely slowdown growth for both sectors. Imports in 1998 will increase due to the rise in consumption and low stock levels coming into the year with the U.S. market share dramatically increasing due to less competition. Indian soybean meal is perceived to be inferior in quality while soymeal from Brazil was not competitively priced early 1998. Partial deliveries under a \$10 million soybean meal PL480 Title I Agreement likewise will contribute to the increase. For 1999, imports are expected to decline due to operations of a new soybean crusher early next year.

PSD Table						
Country: PHILIPPINES						
Commodity: SOYBEAN						
MEAL		1996		1997		1998
	Old	New	Old	New	Old	New
Market Year Begin		01/1997		01/1998		01/1999
Crush	85	85	100	100	333	333
Extr. Rate	0.80	0.80	0.80	0.80	0.80	0.80
Beginning Stocks	11	11	136	66	231	146
Production	68	68	80	80	266	266
MY Imports	837	837	815	950	600	800
MY Imp. from U.S.	406	406	450	850	300	600
MY Imp. from the EC	0	0	0	0	0	0
TOTAL SUPPLY	916	916	1031	1096	1097	1212
MY Exports	0	0	0	0	140	100
MY Exp. to the EC	0	0	0	0	0	0
Industrial Dom. Consum.	0	0	0	0	0	0
Food Use Dom. Consum.	0	0	0	0	0	0
Feed Waste Dom. Consum.	780	850	800	950	830	1000
Total Dom. Consumption	780	850	800	950	830	1000
Ending Stocks	136	66	231	146	127	112
TOTAL DISTRIBUTION	916	916	1031	1096	1097	1212
Calendar Year Imports	837	837	815	950	600	800
Calendar Yr Imp. U.S.	406	406	450	800	300	600
Calendar Year Exports	0	0	0	0	140	140
Calendar Yr Exp. to U.S.	0	0	0	0	0	0