

Monthly

Market Recap for March 2022



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European Skim Milk Powder (SMP) Prices Remain High Amid Tight Supplies

Skim milk powder (SMP) prices in **Europe** continue to remain on the upside, since January.

€3,645/MT

The prices have remained high at €3,645/mt in the last two weeks.

Why



Low Production

SMP Production in the EU27 at the end of Dec 2021 was 112,000 mt, 9,000 mt lower than in Dec 2020.



Higher Energy, Feed Cost, Shortage of Labor

Germany, in particular, has reported shortage of labor in the dairies and transport sector.

Russia-Ukraine Conflict Likely to Bring Colombia's Beef Exports Down from 2021's Record Levels

USD 248 M

2021 was a record year for Colombian beef exports, shipping 56,790 mt of beef, worth USD 248 million, abroad.



28%

Russia occupies 28% of Colombia's beef export shares.

Why Colombia's beef exports will be affected by the conflict:



Russian currency depreciation



Sanctions imposed due to Russia-Ukraine conflict



Suspended logistic operations

US Soybean Prices to Remain High Amid a Record US Crop

- ▶ Despite the fact that US Soybean prices remain near historic highs, US and global consumption of soybeans have not slowed down.

What is keeping prices high?



High demand for soybean oil, which is relatively inexpensive compared to other major food oils.



Demand for soybean meal in the poultry and pork industry as chicken and pig feed.



Concerns about the continued drought in the US, given that planting season begins in two months.

Seafood Prices in Asia Soar Due to Disruptions in Seafood Supply

Russia-imported fish and Norwegian salmon prices in Asia are continuing to soar due to supply shortages.



Snow crab

In Japan, the retail price of imported crab rose 20%, since the beginning of March.

In South Korea retail price rose 22.8% WoW.

▲
22.8%



S. Korea

▲
20%



Japan



Norwegian Salmon

In South Korea the retail price of salmon is expected to rise 60% WoW.

In Taiwan price rose 30% WoW.

▲
30%



Taiwan

▲
60%



S. Korea



Pollock

In South Korea, the retail price of pollock rose 7% WoW.

▲
7%



S. Korea

Why?

Sanctions prohibiting flights over Russian airspace.

A ban in ships carrying Russia-bound goods from using EU ports.

Australian Table Grapes Set to Recover in the Chinese Market

Australian table grapes are aiming to recover exports sales to China in MY 2021/2022 after a significant decline in MY 2020/21.

Although logistics constraints haven't eased, Australian grapes are set to recover in the valuable Chinese grape market.

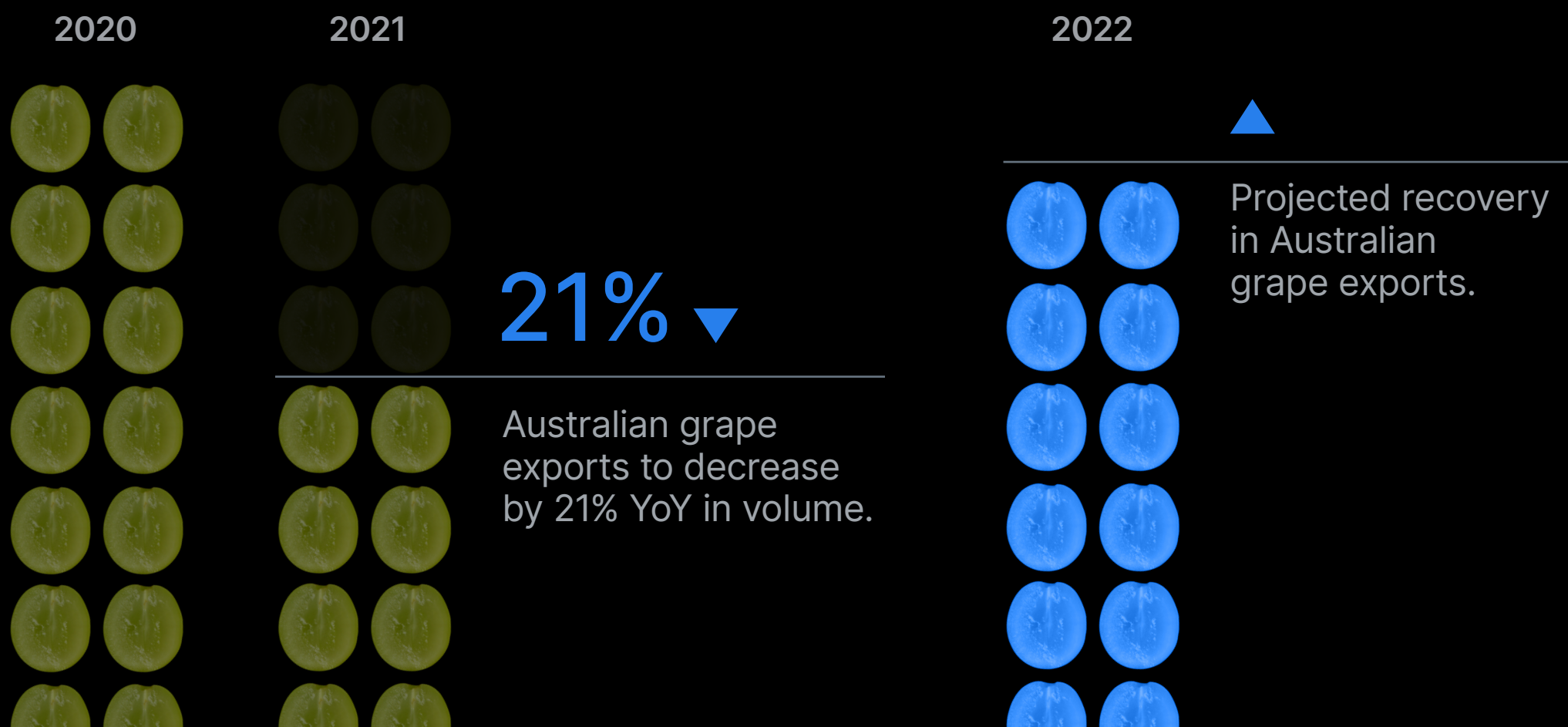
Why?



**a 5% increase
in grape production**



**lower sea freight cost
compared to its competitors**



Tightening Global Supplies and Anticipated Lower Harvest Trigger a Rise in Chinese Wheat Prices

USD 500/mt

Since mid-February 2022, domestic prices surged by 12%, exceeding USD 500/mt.

Why?

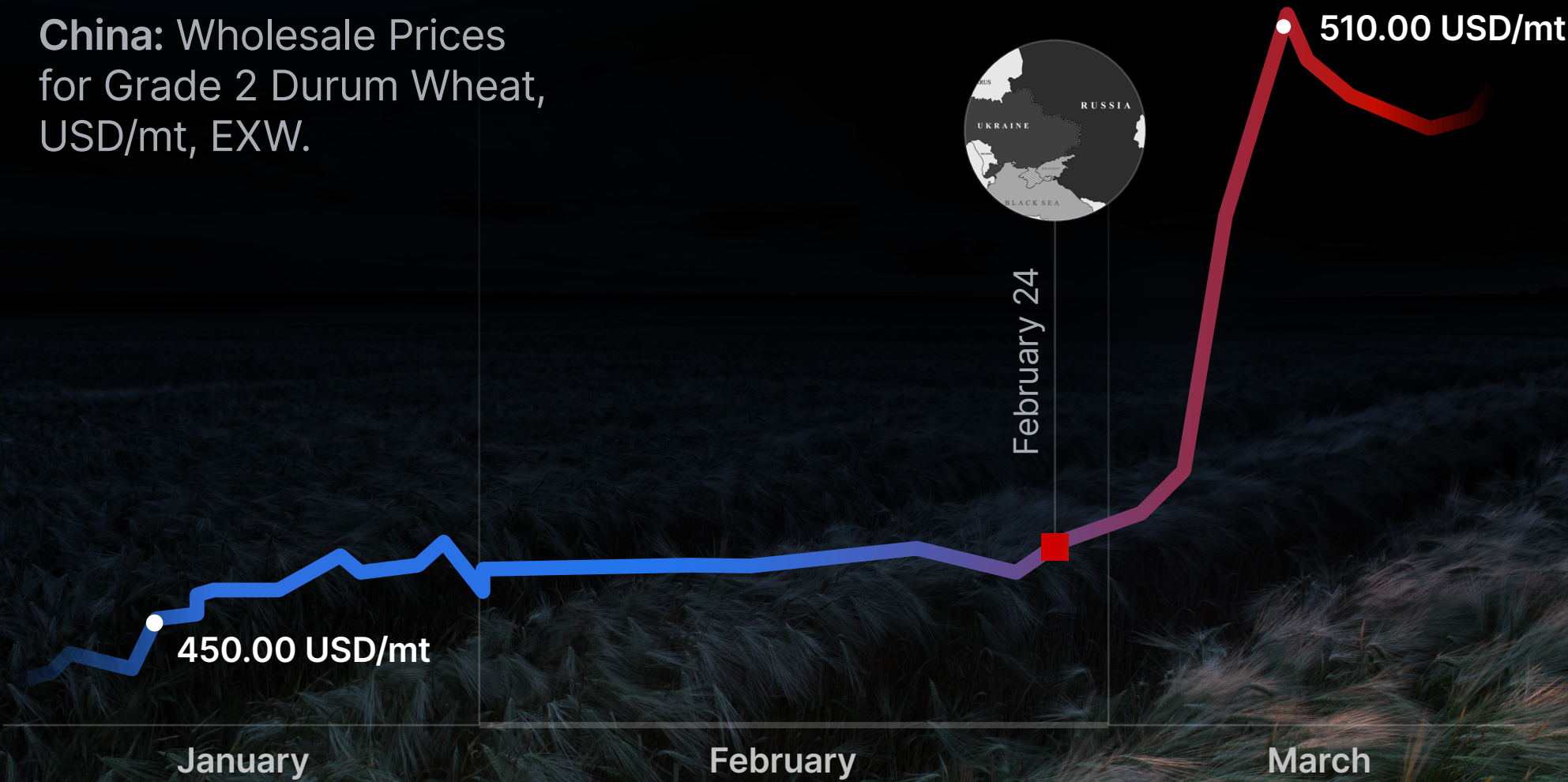


Wheat supply disruption in the Black Sea Region.



Local reports of possible harvest reduction, due to heavy rains.

China: Wholesale Prices for Grade 2 Durum Wheat, USD/mt, EXW.





Production and Exports of Chilean Avocados Expected to Increase for the 2021/2022 Season


Chilean Avocado Production and Exports have increased so far in the 2021/22 Season.



Details

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PRODUCTION
Chilean avocado production is set to reach 220,000 tons
- 

PRICES
a 41.8% price drop
- 

EXPORTS
Compared to the same period last year, Chilean avocado exports have increased 69.1% so far

220K tons

2021/2022

140K tons

2020/2021