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Pakistan

Oilseeds and Products Annual

Pakistan Oilseeds and products Annual 2011

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Report Highlights:

Pakistan's vegetable oil imports are forecast at a record 2.16 million metric tons (MMT) in Marketing Year (MY) 2011/12, five percent higher than the estimated 2.05 MMT imported in the 2010/11. Nearly 75 percent of Pakistan's domestic consumption of vegetable oil is met through imports, 81 percent of which is comprised of palm oil. MY 2011/12 imports of soybean meal are projected at a record 400,000 tons, largely sourced from India. Production of oilseeds in 2011/12 is forecast at a record 5.8 MMT, up 24 percent from the estimated 4.7 MMT harvested in 2010/11. Pakistan's sunflower area in MY 2010/11 increased by over 65 percent over the previous year and production is estimated at 660,000 tons. Imports of oilseeds are forecast at a record 1.3 MMT (92 percent rape seed and 8 percent sunflower seed).

Executive Summary:

Pakistan is a net importer of oilseeds and edible oils. Domestic production of edible oils is sufficient to meet only about 25 percent of total demand. Domestic oilseed production includes cotton seed, sunflower seed and rapeseed.

MY 2011/12 oilseed production is forecast at 5.8 MMT, 24 percent higher than the estimated 4.7 MMT harvested in 2010. Cottonseed regularly accounts for about 82 percent of Pakistan's total oilseeds production. Imports of oilseeds are forecast at 1.3 MMT (92 percent of which are rapeseed/ canola). Total supply of oilseed available for crushing in MY 2011/12 is forecasted at 6.13 MMT, 10 percent higher than the previous year.

MY 2011/12 domestic meal production is forecast at 2.97 MMT, up 10 percent from last year's level mainly due to the expected increase in cotton seed production. MY 2011/12 imports of soybean meal are forecast at a record 400,000 tons, 14 percent higher than last year's imports. Virtually all of Pakistan's soy meal imports are sourced from India.

MY 2011/12 oil production is forecast at 1.5 million tons, 17 percent higher than the previous year. Vegetable oil imports are forecast at a record 2.16 MMT, an increase of 5 percent relative to MY2010/11. Palm oil accounts for 81 percent of the total imports.

Commodities:

Oilseed, Cottonseed

Oilseed, Rapeseed

Oilseed, Sunflowerseed

Oilseed, Soybean

Production:

Total domestic oilseed production during MY 2011/12 (Oct-Sep) is forecast at 5.8 MMT, up 24 percent over the 2010/11 production estimate due to an anticipated increase in cottonseed production. Production of cottonseed is forecast at 4.8 MMT, 25 percent higher than last year's flood reduced production level. Sunflower seed production is forecast at 750,000 tons, up 14 percent from last year and rapeseed production is forecast at 280,000 tons, 27 percent higher than the previous year.

Post's estimate of Pakistan's total oilseed production in 2010/11 was revised downward (9 percent) and is estimated at 4.7 MMT, mainly due to decrease in cotton production. The decline in cotton production is attributed to last year's historic flooding, which resulted in the abandonment of 330,000 hectares of cotton planted area.

Cottonseed:

Cottonseed is the major oilseed crop grown in Pakistan, accounting for about 80 percent of domestic oilseed production. Cotton is the country's most important non food cash crop and the lifeline of Pakistan's textile industry. It is produced primarily for fiber, with oil and meal production of secondary importance. Seed cotton contains both lint and cottonseed. Lint is the basic input for the domestic textile industry – and a major contributor to Pakistan's exports.

MY 2011/12 cottonseed production is forecast at 4.8 million tons, a 25 percent rebound from the last year's flood reduced crop output. This robust increase in production is also attributed to higher cotton prices evidenced in the domestic and international market.

Rapeseed:

Enhanced prices of rapeseed/canola and availability of excess crushing capacity has encouraged farmers to increase rapeseed/ canola acreage. MY 2011/12 rapeseed production is forecast at 280,000 tons, up 27 percent from last year's estimated crop of 220,000 tons.

Sunflower seed:

Sunflower seed area and production estimates for MY 2010/11 increased to 430,000 hectares and 660,000 MT respectively, a record achieved with support from the foreign donor community in response to last year's floods. In the summer of 2010, devastating floods hit Pakistan affecting the agricultural landscape, especially in Sindh province. Much of the flood waters did not recede quickly enough for timely planting of the winter wheat crop. Under the leadership of federal and provincial decision makers and with the support of international donors, an effective campaign was launched to encourage production of sunflower seed. Programs were set up for the distribution of sunflower seeds, fertilizer, and financial support for land preparation. The initiative is largely deemed a success as MY 2011/12 sunflower seed production is forecast at 750,000 tons, up 14 percent from the current year's estimate of 660,000 tons.

Consumption:

Oilseed consumption will likely continue to be strong in ensuing years due to Pakistan's high population growth rate and steady growth in poultry and livestock sectors. Pakistan is a growing market for oilseeds export from Canada, Australia and the Ukraine.

In 2005, the Government of Pakistan (GOP) liberalized the import of oilseeds, since then the crushing industry has improved its efficiency by overhauling older machinery and installing high-tech solvent extraction equipment.

Total oilseed crush in 2011/12 is anticipated 20 percent higher than in 2010/11 because of anticipated higher production and record imports. Almost 85 to 90 percent of total oilseed production is crushed for oil with the balance quantity used for food, feed, and seed purposes.

Trade:

Total imports of oilseeds for crushing are forecast at 1.3 MMT in MY 2011/12, up 10 percent over last year's estimate. Increased demand for edible oil from the burgeoning population and oilseed meal for the growing livestock and poultry sectors have led to an increasing dependence on imported oilseeds.

The MY 2011/12 oilseed import forecast includes 1.2 million tons of rapeseed/canola (mainly from Canada, Australia and the Ukraine), and 100,000 tons of sunflower seed from Australia. Since June 2005, the GOP under liberalized policy has exempted oilseeds from import duty, central excise duty and federal excise duty. Following table presents the duty structure levied on imported edible oils and oilseeds.

Table: Duty Structure on Edible Oil and Oilseeds

Product	Import Duty (Malaysia)	Import Duty (Indonesia)	Import Duty	CED	I.Tax	Adv.I. Tax	FED	S.T
Palm Olein	7,743	9,100	-	16%	3%	-	1,000	-
RBDPO	9,230	10,850	-	16%	3%	-	1,000	-
CPO	6,850	8,050	-	16%	3%	-	1,000	-
CDSBO			9,100	16%	3%	-	1,000	-
All Oilseeds	-	-	-	-	-	3%	-	15%

RBDPO: Refined Bleached Deodorized Palm oil
 CPO: Crude Palm Oil
 CDSBO: Crude Deodorized Soybean Oil
 CED: Central Excise Duty
 FED: Federal Excise Duty

I. Tax: Income Tax
S.T: Sales Tax

MY 2010/11 oilseed imports were estimated at 1.2 million metric tons. Rapeseed/canola seed are typically sourced from Canada and Australia.

Policy:

In an attempt to ensure food security, Pakistan’s agriculture policy is largely focused on the enhancement of wheat production. Oilseed production typically receives less attention as compared to crops like wheat, rice, cotton and sugarcane. There is no support price mechanism for oilseeds and the GOP does not procure oilseeds. The lack of availability of quality seed, poor coordination among research organizations, lack of suitable machinery for planting, harvesting and threshing operations, improper dissemination of site-specific production technologies and lack of research-based crop management are some of the major constraints being faced by the oilseed sector.

Given the poor quality of local oilseeds and logistical hurdles of transporting oilseeds to crushing facilities, the domestic crushing industry has focused more on importing quality oilseeds rather than providing incentives to local growers for increased domestic production.

Despite the shortcomings cited above, in 1995 the Pakistan Oilseed Development Board (PODB) was established to enhance indigenous oilseed production. The Board is working under the administrative control of Ministry of Food and Agriculture. PODB aims to promote domestic oilseeds, and to provide a sound regulatory and policy framework to this sector. Financing of the PODB is provided by a cess (tax) of Rs. 0.05 per kg (Rs. 50 per MT) on imports of edible oils and a cess @10% of the regulatory duty collected on oilseeds imported for crushing purposes.

Production, Supply and Demand Data Statistics:

Total Oilseed Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Oct 2009		Market Year Begin: Oct 2009		Market Year Begin: Oct 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Area Planted						
Area Harvested	3,722	3,432	3,622	3,332	0	4,092
Beginning Stocks	67	28	285	40	0	30
Production	5,097	5,097	4,789	4,682	0	5,792
MY Imports	1,078	1,005	910	1,180	0	1,300
MY Imp. from U.S.	2	0	2	0	0	0
MY Imp. from EU	18	0	15	0	0	0
Total Supply	6,242	5,822	6,012	5,902	0	7,122
MY Exports	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0
Crush	5,227	5,070	5,230	5,120	0	6,130
Food Use Dom. Cons.	0	2	0	2	0	2
Feed Waste Dom. Cons.	730	710	628	750	0	940
Total Dom. Cons.	5,957	5,782	5,858	5,872	0	7,072
Ending Stocks	285	40	154	30	0	50
Total Distribution	6,242	5,822	6,012	5,902	0	7,122
CY Imports	980	0	810	0	0	00
CY Imp. from U.S.	2	0	2	0	0	0
CY Exports	0	0	0	0	0	0
CY Exp. to U.S.	0	2	0	0	0	0
TS=TD	0	0	0	0	0	0

Oilseed, Cottonseed Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Oct 2009		Market Year Begin: Oct 2009		Market Year Begin: Oct 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post

Area Planted (Cotton)	0	0	0	0	0	0
Area Harvested (Cotton)	3,000	2,980	2,900	2,650	0	3,300
Seed to Lint Ratio	0	67	0	67	0	67
Beginning Stocks	0	0	100	0	0	0
Production	4,180	4,300	3,900	3,800	0	4,760
MY Imports	0	0	0	0	0	0
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from EU	0	0	0	0	0	0
Total Supply	4,180	4,300	4,000	3,800	0	4,760
MY Exports	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0
Crush	3,480	3,700	3,500	3200	0	4,000
Food Use Dom. Cons.	0	0	0	0	0	0
Feed Waste Dom. Cons.	600	600	500	600	0	760
Total Dom. Cons.	4,080	4,300	4,000	0	0	0
Ending Stocks	100	0	0	0	0	0
Total Distribution	4,180	4,300	4,000	3,800	0	4,760
CY Imports	0	0	0	0	0	0
CY Imp. from U.S.	0	0	0	0	0	0
CY Exports	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0
TS=TD		0		0	0	0

Oilseed, Rapeseed Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Oct 2009		Market Year Begin: Oct 2010		Market Year Begin: Oct 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Area Planted	0	0	0	0	0	0
Area Harvested	270	190	270	250	0	290
Beginning Stocks	13	13	140	20	0	20
Production	230	162	230	220	0	280
MY Imports	977	705	800	1,160	0	1,200
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from EU	18	0	15	0	0	0
Total Supply	1,220	880	1,170	1,400	0	1,500
MY Exports	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0
Crush	985	790	960	1,260	0	1,350
Food Use Dom. Cons.	0	0	0	0	0	0
Feed Waste Dom. Cons.	95	70	96	120	0	130
Total Dom. Cons.	1,080	0	1,056	0	0	0
Ending Stocks	140	20	114	20	0	20
Total Distribution	1,220	880	1,170	1,400	0	0
CY Imports	800	0	650	0	0	1,500
CY Imp. from U.S.	0	0	0	0	0	0
CY Exports	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0
TS=TD	0	0	0	0	0	0

Oilseed, Sunflowerseed Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Oct 2009		Market Year Begin: Oct 2010		Market Year Begin: Oct 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Area Planted	0	0	0	0	0	
Area Harvested	450	260	450	430	0	500

Beginning Stocks	54	15	45	20	0	10
Production	685	325	685	660	0	750
MY Imports	91	300	100	20	0	100
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from EU	0	0	0	0	0	0
Total Supply	830	640	830	700	0	860
MY Exports	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0
Crush	752	580	760	660	0	780
Food Use Dom. Cons.	0	0	0	0	0	0
Feed Waste Dom. Cons.	33	40	30	30	0	50
Total Dom. Cons.	785	620	790	690	0	830
Ending Stocks	45	20	40	10	0	30
Total Distribution	830	640	830	700	0	860
CY Imports	170	0	150	0	0	0
CY Imp. from U.S.	0	0	0	0	0	0
CY Exports	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0
TS=TD	0	0	0	0	0	0

Oilseed, Soybean Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Jun 2009		Market Year Begin: Jun 2010		Market Year Begin: Jun 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Area Planted	2	2	2	2	0	2
Area Harvested	2	2	2	2	0	2
Beginning Stocks	0	0	0	0	0	0
Production	2	2	2	2	0	2
MY Imports	10	0	10	0	0	0
MY Imp. from U.S.	2	0	2	0	0	0
MY Imp. from EU	0	0	0	0	0	0
Total Supply	12	2	12	2	0	2
MY Exports	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0
Crush	10	0	10	0	0	0
Food Use Dom. Cons.	0	2	0	2	0	2
Feed Waste Dom. Cons.	2	0	2	0	0	0
Total Dom. Cons.	12	0	12	0	0	0
Ending Stocks	0	0	0	0	0	0
Total Distribution	12	2	12	2	0	2
CY Imports	10	0	10	0	0	0
CY Imp. from U.S.	2	0	2	0	0	0
CY Exports	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0
TS=TD	0	0	0	0	0	0

Commodities:

Meal, Cottonseed

Meal, Rapeseed

Meal, Sunflowerseed

Meal, Soybean

Production:

Oilseed meal production in MY 2011/12 is forecast at 3.0 MMT, up 20 percent over MY 2010/11 due to the projected increase in local production of cottonseed, sunflower seed and rapeseed. Post's estimate of MY2010/11 oil meal production was revised downward to 2.5 MMT, mainly due to lower production of cotton crop affected by floods. The domestic crushing industry traditionally produces an oilseed meal ration comprised of 60 percent cottonseed, 30 percent rapeseed/canola and 10 percent sunflower seed.

Consumption:

Generally, total oil meal consumption follows the growth trend in the domestic poultry, livestock and aquaculture sectors. Pakistan's poultry meat production is expected to grow by more than 10 percent per annum. The layer industry is also expanding to provide relatively cheap protein compared to other sources of protein to the burgeoning population.

The pace of dairy feed production is stepping up in commercial dairy units as the import of high milk yielding animals is on the rise. A few trained poultry feed manufacturers have started producing dairy feed on commercial lines encouraging demand for soybean meals for high yielding animals.

MY 2011/12 meal requirements are forecast to increase to a record 3.4 MMT due to the anticipated expansion of the poultry, dairy and livestock sectors.

Traditional feed rations (cottonseed meal, rapeseed meal and sunflower seed meal) are inadequate and contain minimal protein. Feed millers are using increasing quantities of soybean meal to improve the meal quality. The growing demand for higher quality protein meal by livestock and poultry producers has increased the use of soybean meal from the traditional 5-7 percent to 10-15 percent.

Trade:

Virtually all of Pakistan's meal imports are comprised of soybean meal imported from India. Imports in MY2011/12 are forecast at a record 400,000 tons, up 14 percent over last year's estimate. Prospects for imports of U.S. soybean meal remains limited due to higher freight charges relative to India.

Production, Supply and Demand Data Statistics:

Total Meal Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Oct 2009		Market Year Begin: Oct 2010		Market Year Begin: Oct 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Crush	5,222	5,070	5,230	5,100	0	6,130
Beginning Stocks	65	70	91	72	0	70
Production	2,506	2,412	2,505	2,482	0	2,970
MY Imports	270	285	300	350	0	400
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from EU	0	0	0	0	0	0
Total Supply	2,841	2,767	2,896	2,904	0	3,440
MY Exports	84	15	15	10	0	10
MY Exp. to EU	0	0	0	0	0	0
Industrial Dom. Cons.	0	0	0	0	0	0
Food Use Dom. Cons.	0	0	0	0	0	0
Feed Waste Dom. Cons.	2,666	2,680	2,790	2,824	0	3,350
Total Dom. Cons.	2,666	2,680	2,790	2,824	0	3,350
Ending Stocks	91	72	91	70	0	80
Total Distribution	2,841	2,767	2,896	2,904	0	3,440
CY Imports	280	0	300	0	0	0
CY Imp. from U.S.	0	0	0	0	0	0
CY Exports	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0
SME	0	0	0	0	0	0
TS=TD	0	0	0	0	0	0

Meal, Cottonseed Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Oct 2009		Market Year Begin: Oct 2009		Market Year Begin: Oct 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Crush	3,480	3,700	3,500	3,200	0	4,000
Extr. Rate, 999.9999	0.	0.46	0.	0.46	0	0.46
Beginning Stocks	65	70	91	72	0	70
Production	1,605	1,702	1,615	1,472	0	1,840
MY Imports	0	0	0	0	0	0
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from EU	0	0	0	0	0	0
Total Supply	1,670	1,772	1,706	1,544	0	1,910
MY Exports	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0
Industrial Dom. Cons.	0	0	0	0	0	0
Food Use Dom. Cons.	0	0	0	0	0	0
Feed Waste Dom. Cons.	1,579	1,700	1,615	1,474	0	1,830
Total Dom. Cons.	1,579	1,700	1,615	1,474	0	1,830
Ending Stocks	91	72	91	70	0	80
Total Distribution	1,670	1,772	1,706	1,544	0	1,910
CY Imports	0	0	0	0	0	0
CY Imp. from U.S.	0	0	0	0	0	0
CY Exports	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0
SME	1,279	0	1,309	0	0	0
TS=TD	0	0	0	0	0	0

Meal, Rapeseed Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Oct 2009		Market Year Begin: Oct 2010		Market Year Begin: Oct 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Crush	985	790	960	1,260	0	1,350
Extr. Rate, 999.9999	1.	0.59	1.	0.59	0	0.59
Beginning Stocks	0	0	0	0	0	0
Production	580	465	565	740	0	800
MY Imports	0	0	0	0	0	0
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from EU	0	0	0	0	0	0
Total Supply	580	465	565	740	0	800
MY Exports	84	15	15	10	0	10
MY Exp. to EU	0	0	0	0	0	0
Industrial Dom. Cons.	0	0	0	0	0	0
Food Use Dom. Cons.	0	0	0	0	0	0
Feed Waste Dom. Cons.	496	450	550	730	0	790
Total Dom. Cons.	496	450	550	730	0	790
Ending Stocks	0	0	0	0	0	0
Total Distribution	580	465	565	740	0	800
CY Imports	0	0	0	0	0	0
CY Imp. from U.S.	0	0	0	0	0	0
CY Exports	2	0	2	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0
SME	353	0	391	0	0	0
TS=TD	0	0	0	0	0	0

Meal, Sunflowerseed Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Oct 2009		Market Year Begin: Oct 2010		Market Year Begin: Oct 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Crush	752	580	760	640	0	780
Extr. Rate, 999.9999	0.	0.42	0.	0.42	0	0.42
Beginning Stocks	0	0	0	0	0	0
Production	313	245	317	270	0	330
MY Imports	0	0	0	0	0	0
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from EU	0	0	0	0	0	0
Total Supply	313	245	317	270	0	330
MY Exports	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0
Industrial Dom. Cons.	0	0	0	0	0	0
Food Use Dom. Cons.	0	0	0	0	0	0
Feed Waste Dom. Cons.	313	245	317	270	0	330
Total Dom. Cons.	313	245	317	270	0	330
Ending Stocks	0	0	0	0	0	0
Total Distribution	313	245	317	0	0	330
CY Imports	0	0	0	0	0	0
CY Imp. from U.S.	0	0	0	0	0	0
CY Exports	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0
SME	296	0	299	0	0	0
TS=TD	0	0	0	0	0	0

Meal, Soybean Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Oct 2009		Market Year Begin: Oct 2010		Market Year Begin: Oct 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Crush	10	0	10	0	0	0
Extr. Rate, 999.9999	1.	0.	1.	0.	0	0.
Beginning Stocks	0	0	0	0	0	0
Production	8	0	8	0	0	0
MY Imports	270	285	300	350	0	400
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from EU	0	0	0	0	0	0
Total Supply	278	285	308	350	0	400
MY Exports	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0
Industrial Dom. Cons.	0	0	0	0	0	0
Food Use Dom. Cons.	0	0	0	0	0	0
Feed Waste Dom. Cons.	278	285	308	350	0	400
Total Dom. Cons.	278	285	308	350	0	400
Ending Stocks	0	0	0	0	0	0
Total Distribution	278	285	308	350	0	400
CY Imports	280	0	300	0	0	0
CY Imp. from U.S.	0	0	0	0	0	0
CY Exports	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0
SME	278	0	308	0	0	0
TS=TD	0	0	0	0	0	0

Commodities:

Oil, Cottonseed

Oil, Rapeseed

Oil, Sunflowerseed

Oil, Soybean

Oil, Palm

Production:

Based on increased crush volume stemming from a larger cotton crop and increased imports of canola and sunflower seed, domestic production of vegetable oil in MY 2011/12 is forecast at 1.5 MMT, up 17 percent over the MY 2010/11 estimates.

Domestic oil production is sufficient to meet only about 25 percent of demand with the balance met through imports. A growing population and only a limited ability to expand domestic production means that larger imports will be needed in order to meet Pakistan's increasing demand for edible oils.

In a recent development, the GOP has allowed the import of rice bran edible oil extraction machinery from India, which could mitigate marginally Pakistan's reliance on imports of edible oils. On an average, Pakistan produces around 10 MMT of paddy, containing 30 percent rice bran. The rice bran contains 15-20 percent excellent quality edible oil. Keeping in view the present pace of paddy production in Pakistan, the country has the potential of producing about 500,000 tons of rice bran edible oil per annum.

MY 2010/11 edible oil production is estimated at 1.27 MMT, which includes 510,000 tons of cottonseed oil, 256,000 tons of sunflower seed oil and 505,000 tons of rapeseed oil.

Consumption:

MY 2011/12 total oil consumption is forecast at 3.53 MMT, up 8 percent over last year's estimates. The share of imported oil in total consumption is close to 75 percent. Palm oil is the dominant oil consumed in Pakistan. Demand for palm oil for both home consumers and food processors remains strong mainly because of its lower price as compared to other oils. Blending palm oil with local oils and selling it as cooking oil is popular in Pakistan. For health reasons consumers are gradually shifting from hydrogenated oils towards soft oils. However, price remains the determining factor in most consumers purchasing decisions.

Trade:

Pakistan is among one of the world's largest importers of vegetable oil. In MY 2011/12, palm oil imports are forecast at a record 2.1 MMT, up 5 percent from last year's estimate of 2.0 MMT. Refined palm oil accounts for about 81 percent of Pakistan's total edible oil imports. The United States exports only limited quantities of soybean oil to Pakistan in the form of food aid.

Production, Supply and Demand Data Statistics:

Total Oil Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Oct 2009		Market Year Begin: Oct 2010		Market Year Begin: Oct 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Crush	5,222	5,070	5,230	5,100	0	6,130
Beginning Stocks	102	92	117	95	0	92
Production	1,238	1,137	1,235	1,271	0	1,492
MY Imports	2,232	1,935	2,340	2,051	0	2,160
MY Imp. from U.S.	0	0	7	21	0	20
MY Imp. from EU	0	0	0	0	0	0
Total Supply	3,572	3,164	3,692	3,412	0	3,744
MY Exports	70	60	50	60	0	60

MY Exp. to EU	0	0	0	0	0	0
Industrial Dom. Cons.	116	110	128	110	0	110
Food Use Dom. Cons.	3,216	2,841	3,324	3,089	0	3,416
Feed Waste Dom. Cons.	53	56	63	66	0	66
Total Dom. Cons.	3,385	3,007	3,515	3,265	0	3,532
Ending Stocks	117	97	127	92	0	92
Total Distribution	3,572	3,164	3,692	3,412	0	3,744
CY Imports	2,292	0	2,335	0	0	0
CY Imp. from U.S.	0	0	0	0	0	0
CY Exports	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0
TS=TD	0	0	0	0	0	0

Oil, Cottonseed Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Oct 2009		Market Year Begin: Oct 2009		Market Year Begin: Oct 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Crush	3,480	3,700	3,500	3,200	0	4,000
Extr. Rate, 999.9999	0.	0.16	0.	0.16	0	0.16
Beginning Stocks	24	24	30	30	0	25
Production	540	590	545	510	0	640
MY Imports	0	0	0	0	0	0
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from EU	0	0	0	0	0	0
Total Supply	564	614	575	540	0	665
MY Exports	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0
Industrial Dom. Cons.	28	30	28	30	0	30
Food Use Dom. Cons.	506	549	517	480	0	605
Feed Waste Dom. Cons.	0	5	0	5	0	5
Total Dom. Cons.	534	584	545	515	0	640
Ending Stocks	30	30	30	25	0	25
Total Distribution	564	614	575	540	0	665
CY Imports	0	0	0	0	0	0
CY Imp. from U.S.	0	0	0	0	0	0
CY Exports	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0
TS=TD	0	0	0	0	0	0

Oil, Rapeseed Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Oct 2009		Market Year Begin: Oct 2010		Market Year Begin: Oct 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Crush	985	790	960	1,260	0	1,350
Extr. Rate, 999.9999	0.	0.4	0.	0.4	0	0.4
Beginning Stocks	5	5	29	5	0	5
Production	391	315	381	505	0	540
MY Imports	0	0	0	0	0	0
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from EU	0	0	0	0	0	0
Total Supply	396	320	410	510	0	545
MY Exports	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0
Industrial Dom. Cons.	10	10	10	10	0	10
Food Use Dom. Cons.	356	304	360	494	0	529
Feed Waste Dom. Cons.	1	1	1	1	0	1
Total Dom. Cons.	367	315	371	505	0	540

Ending Stocks	29	5	39	5	0	5
Total Distribution	396	320	410	510	0	545
CY Imports	0	0	0	0	0	0
CY Imp. from U.S.	0	0	0	0	0	0
CY Exports	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0
TS=TD	0	0	0	0	0	0

Oil, Sunflowerseed Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Oct 2009		Market Year Begin: Oct 2010		Market Year Begin: Oct 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Crush	752	580	760	640	0	780
Extr. Rate, 999.9999	0.	0.4	0.	0.4	0	0.4
Beginning Stocks	15	10	5	10	0	10
Production	305	232	309	256	0	312
MY Imports	0	0	0	0	0	0
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from EU	0	0	0	0	0	0
Total Supply	320	242	314	266	0	322
MY Exports	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0
Industrial Dom. Cons.	0	0	0	0	0	0
Food Use Dom. Cons.	315	232	309	256	0	312
Feed Waste Dom. Cons.	0	0	0	0	0	0
Total Dom. Cons.	315	232	309	256	0	312
Ending Stocks	5	10	5	10	0	10
Total Distribution	320	242	314	266	0	322
CY Imports	0	0	0	0	0	0
CY Imp. from U.S.	0	0	0	0	0	0
CY Exports	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0
TS=TD	0	0		0	0	0

Oil, Soybean Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Oct 2009		Market Year Begin: Oct 2010		Market Year Begin: Oct 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Crush	10	0	10	0	0	0
Extr. Rate, 999.9999	0.	0.	0.	0.	0	0.
Beginning Stocks	8	3	3	0	0	2
Production	2	0	0	0	0	0
MY Imports	32	35	40	51	0	60
MY Imp. from U.S.	0	0	7	21	0	20
MY Imp. from EU	0	0	0	0	0	0
Total Supply	42	38	43	51	0	62
MY Exports	0	0	0	0	0	0
MY Exp. to EU	0	0	0	0	0	0
Industrial Dom. Cons.	3	0	0	0	0	0
Food Use Dom. Cons.	34	36	38	49	0	60
Feed Waste Dom. Cons.	2	0	2	0	0	0
Total Dom. Cons.	39	36	40	49	0	60
Ending Stocks	3	2	3	2	0	2
Total Distribution	42	38	43	51	0	62
CY Imports	42	0	35	0	0	0
CY Imp. from U.S.	7	0	0	0	0	0
CY Exports	0	0	0	0	0	0

CY Exp. to U.S.	0	0	0	0	0	0
TS=TD	0	0	0	0	0	0

Oil, Palm Pakistan	2009/2010		2010/2011		2011/2012	
	Market Year Begin: Oct 2009		Market Year Begin: Oct 2010		Market Year Begin: Oct 2011	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Area Planted	0	0	0	0	0	0
Area Harvested	0	0	0	0	0	0
Trees	0	0	0	0	0	0
Beginning Stocks	50	50	50	50	0	50
Production	0	0	0		0	0
MY Imports	2,200	1,900	2,300	2,000	0	2,100
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from EU	0	0	0	0	0	0
Total Supply	2,250	1,950	2,350	2,050	0	2,150
MY Exports	70	60	50	60	0	60
MY Exp. to EU	0	0	0	0	0	0
Industrial Dom. Cons.	75	70	90	70	0	70
Food Use Dom. Cons.	2,005	1,720	2,100	1,810	0	1,910
Feed Waste Dom. Cons.	50	50	60	60	0	60
Total Dom. Cons.	2,130	1,840	2,250	1,940	0	2,040
Ending Stocks	50	50	50	50	0	50
Total Distribution	2,250	1,950	2,350	0	0	2,150
CY Imports	0	0	0	0	0	0
CY Imp. from U.S.	0	0	0	0	0	0
CY Exports	0	0	0	0	0	0
CY Exp. to U.S.	0	0	0	0	0	0
TS=TD	0	0	0	0	0	0