

USDA Foreign Agricultural Service

GAIN Report

Global Agricultural Information Network

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Turkey

Oilseeds and Products Update

Turkey Oilseeds and Products Update

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Report Highlights:

Turkish soybean area and production for MY 2016 are now estimated about 33,000 hectares and 120,000 MT, respectively. The recent production bonus increase is expected to have positive effects on second crop soy planting. Turkey imported 1.36MMT soy in during the first eight months of MY 2015/16, of which the United States supplied 397,000 MT. Turkey also imported a total of 332,000 MT soymeal during the first seven months of MY 2015/16, of which 70,000 MT were U.S. soymeal.

Post:
Ankara

Commodities:
Oilseed, Soybean

Soybean

Soybean PSD

Oilseed, Soybean	2014/2015		2015/2016		2016/2017	
Market Begin Year	Sep 2014		Sep 2015		Sep 2016	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Area Planted	40	35	30	27	30	33
Area Harvested	35	35	25	27	30	33
Beginning Stocks	287	287	359	359	279	274
Production	135	135	90	100	110	120
MY Imports	2197	2197	2300	2200	2250	2275
MY Imp. from U.S.	450	0	450	500	450	450
MY Imp. from EU	0	32	0	30	0	0
Total Supply	2619	2619	2749	2659	2639	2669
MY Exports	10	10	20	50	15	50
MY Exp. to EU	0	0	0	0	0	0
Crush	1150	1150	1200	1125	1150	1150
Food Use Dom. Cons.	0	0	0	0	0	0
Feed Waste Dom. Cons.	1100	1100	1250	1210	1230	1230
Total Dom. Cons.	2250	2250	2450	2335	2380	2380
Ending Stocks	359	359	279	274	244	239
Total Distribution	2619	2619	2749	2659	2639	2669
CY Imports	2000	2255	2300	2750	2300	2800
CY Imp. from U.S.	450	739	450	500	450	500
CY Exports	10	12	10	50	10	50
CY Exp. to U.S.	0	2	0	0	0	0
Yield	3.8571	3.8571	3.6	3.7037	3.6667	3.6364

Production

In Cukurova region where ninety-five percent of the local soybean crop is planted, soybean has to compete with wheat, corn and cotton. In recent years, attractive returns on peanuts also created an alternative to soybean planting in the region.

The GOT has been encouraging the increase of oilseeds by higher production bonus payments. Oilseeds other than soybeans had benefited from these increases during the last six years but finally in April 2016, the GOT increased the soybean production bonus by about twenty percent to TL 600 (US\$ 200) per ton for MY 2016 crop. The announcement was late for the first crop soy but it is expected to have some effects for second crop soy planting in the region. Accordingly, MY2016 domestic soy planting is now estimated at 33,000 hectares and 120,000 MT.

Consumption

During 2015 Turkish poultry industry had to face two major challenges: biotechnology related feed items import issues and avian influenza cases. Approvals of four new soy and nine corn varieties (please refer [to GAIN report](#) number TR6026) provided some relief to the imports of these commodities. However, in 2016 the industry is facing new challenges such as slow exports due to security problems in the border areas. The industry is showing great efforts to find new routes to the main export markets and also searching new export markets. Due to the above issues domestic consumption of soybean expected to go up moderately to 2.3 MMT in MY 2015.

Trade

The recent approval of additional genetically engineered soy and corn traits eased imports somewhat and assisted to inflow of these products. Total soybean imports during the first eight months of MY 2015 were 1.37 MMT, slightly less than last year. Ukraine become the leading supplier with 546,000 MT followed by the United States with 397,000 MT. Ukraine benefited from geographical proximity and favorable pricing. Canada (70,000 MT), Paraguay (44,000 MT) and Brazil (33,000 MT) were the other leading suppliers.

Soybean meal PSD

Meal, Soybean	2014/2015		2015/2016		2016/2017	
Market Begin Year	Oct 2014		Oct 2015		Oct 2016	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Crush	1150	1150	1200	1125	1150	1150
Extr. Rate, 999.9999	0.7704	0.76	0.77	0.76	0.7704	0.7704
Beginning Stocks	210	191	208	144	242	159
Production	886	875	924	855	886	886
MY Imports	464	450	600	550	650	600
MY Imp. from U.S.	140	47	140	70	140	100
MY Imp. from EU	240	15	240	0	240	0
Total Supply	1560	1516	1732	1549	1778	1645
MY Exports	52	52	40	40	50	55
MY Exp. to EU	0	2	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.	1300	1320	1450	1350	1500	1400
Total Dom. Cons.	1300	1320	1450	1350	1500	1400
Ending Stocks	208	144	242	159	228	190
Total Distribution	1560	1516	1732	1549	1778	1645
CY Imports	428	417	620	450	720	500
CY Imp. from	140	49	140	65	140	75

U.S.						
CY Exports	45	45	50	50	50	60
CY Exp. to U.S.	0	0	0	0	0	0
SME	1300	1320	1450	1350	1500	1400

Soy exports were about 40,000 MT during the same period. The United States was the leading destination with 33,000 MT. Export to United States is reportedly organic soybeans. N. Cyprus (3,200 MT), Canada (2,000 MT) and Iraq (1,400 MT) were the other destinations.

Soybean meal

Production

On the contrary to the early season situation the recent dramatic world price increases of soy meal made soybean imports more attractive and increased domestic crushing margins. MY 2015 soy meal production is now estimated about 855,000 MT compared to the early season estimate of 836,000 MT. Provided that crushing margins continue as they are, domestic soy meal production is expected to go up in the coming season as well since crushers will continue to utilize the large capacity that they have.

Consumption

Domestic consumption is increasing but at a slower rate. Poultry meat and eggs producers who are facing difficulties in exports require less meal. Soy meal consumption in MY 2015 is projected to be about 1.35 MMT, up only marginally compared to a year ago.

Trade

Turkey has imported a total of 322,000 MT of soybean meal during the first seven months of MY 2015. The United States supplied 70,000 MT. Argentina (207,000 MT), Brazil (40,000 MT) and Ukraine (24,000 MT) were the other leading suppliers.

Turkey exported about 25,000 MT of soy meal during the same period. Iraq (14,000 MT), N. Cyprus (9,000 MT), and Azerbaijan (1,000 MT) were the main destinations.

Soybean oil

Main soy oil usage in Turkey continues to be poultry feed and industrial use since the biosafety law forbids soy oil to be used in food if it is produced from biotech soybeans.

Due to large domestic crushing for industrial use, Turkey did not import soy oil during the first seven months of MY 2015. Exports during the same period however were about 7,000 MT of which 5,000 MT were to Iraq and 1,000 MT to N. Cyprus.

Soybean oil PSD

Oil, Soybean	2014/2015		2015/2016		2016/2017	
Market Begin Year	Oct 2014		Oct 2015		Oct 2016	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Crush	1150	1150	1200	1125	1150	1150
Extr. Rate, 999.9999	0.1783	0.1783	0.1783	0.1733	0.1783	0.1783
Beginning Stocks	10	10	35	35	49	35
Production	205	205	214	195	205	205
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	215	215	249	230	254	240
MY Exports	7	7	15	15	20	20
MY Exp. to EU	0	0	0	0	0	0
Industrial Dom. Cons.	95	95	100	100	110	110
Food Use Dom. Cons.	0	0	0	0	0	0
Feed Waste Dom. Cons.	78	78	85	80	85	85
Total Dom. Cons.	173	173	185	180	195	195
Ending Stocks	35	35	49	35	39	25
Total Distribution	215	215	249	230	254	240
CY Imports	0	0	0	0	0	0
CY Imp. from U.S.	0	0	0	0	0	0
CY Exports	10	8	20	15	20	20
CY Exp. to U.S.	0	0	0	0	0	0