Market Report October 2025





CONTENT

Market highlights

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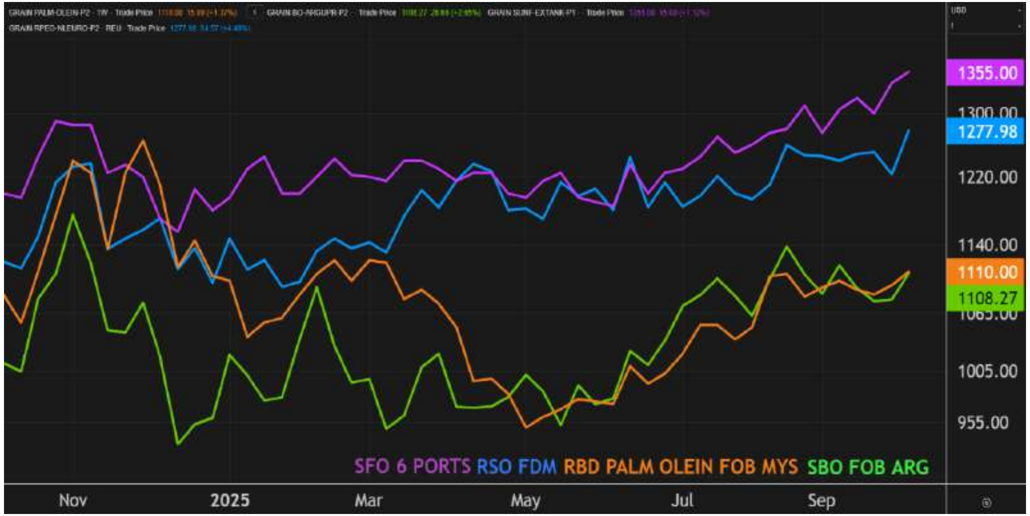


- **Palm oil prices are expected to appreciate** in the coming months, once the peak production period ends. For 2025/26, world production is projected to show only a modest increase of about 1.7 MnT. The seizure of land in Indonesia, together with renewed discussions on the implementation of B50, further reinforces the bullish scenario.

- **Soybean complex prices have been under pressure** following the temporary suspension of export taxes in Argentina and the escalating tensions between China and US. However, soybean oil export supply looks tight in 2025/26, mainly due to rising domestic demand in the U.S. and Brazil.

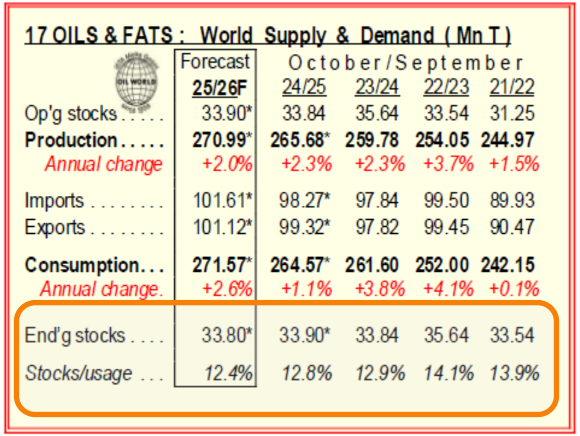
- **Global sunflower seed production in 2025/26 is expected to be around 2MnT lower than initially forecasts**, due to crop losses in the EU, Russia, and Ukraine. The market has shifted from a projected surplus to a production deficit. The harvest delay and extremely low farmer selling are keeping the market strongly inverted.

- **Favorable weather conditions in Canada and Australia** during the past two months have substantially changed the global 2025/26 rapeseed and canola supply outlook. **Higher expected production**, combined with uncertain demand amid continuing trade tensions has led to a notable price correction this month.

SOURCES: AGRURAL/APK INFORM/ARGUS/BCBA/ETG/FASTMARKETS/OIL WORLD/REUTERS/STRATEGIE GRAINS/USDA

Vegetable oils balance:

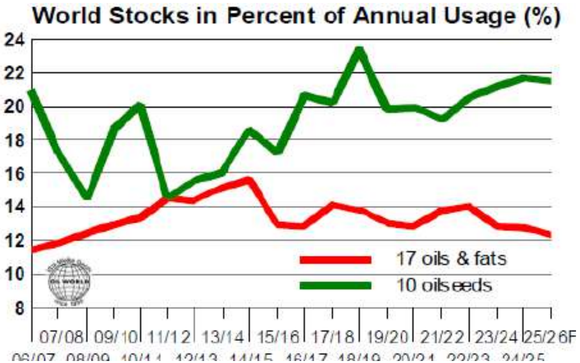
Consumption will exceed production in 2025/26

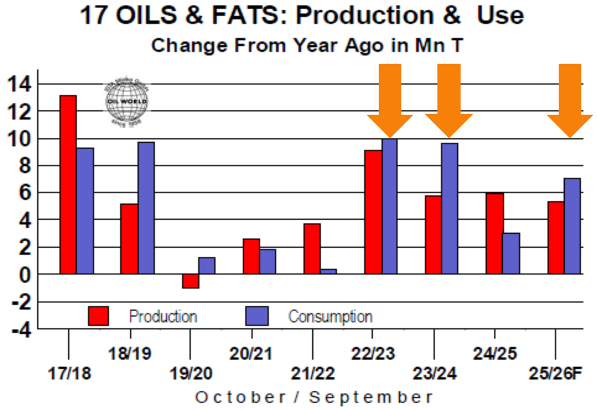


17 OILS & FATS : World Supply & Demand (Mn T)

	Forecast 25/26F	24/25	23/24	22/23	21/22
		October/September			
Op'g stocks	33.90*	33.84	35.64	33.54	31.25
Production	**270.99***	**265.68***	**259.78**	**254.05**	**244.97**
Annual change	*+2.0%*	*+2.3%*	*+2.3%*	*+3.7%*	*+1.5%*
Imports	101.61*	98.27*	97.84	99.50	89.93
Exports	101.12*	99.32*	97.82	99.45	90.47
Consumption . . .	**271.57***	**264.57***	**261.60**	**252.00**	**242.15**
Annual change	*+2.6%*	*+1.1%*	*+3.8%*	*+4.1%*	*+0.1%*
End'g stocks	33.80*	33.90*	33.84	35.64	33.54
Stocks/usage . . .	*12.4%*	*12.8%*	*12.9%*	*14.1%*	*13.9%*

Veg Oil Incremental	24-25	25-26
Soybean Oil	4,9	1,0
Rapeseed Oil	-0,5	0,1
Palm Oil	2,6	1,7
Sunflower Oil	-2,5	1,8
Lauric Oils	-0,2	0,3
Others	1,7	0,4
Total Supply	5,9	5,3
Total Demand	3,0	7,0
Deficit / Surplus	**2,9**	**-1,7**





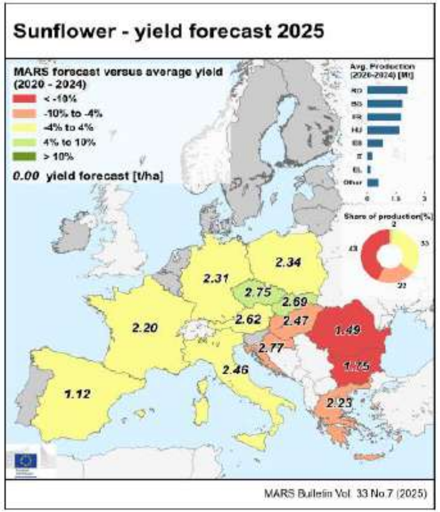
SOURCES: GOREJ/OILWORLD

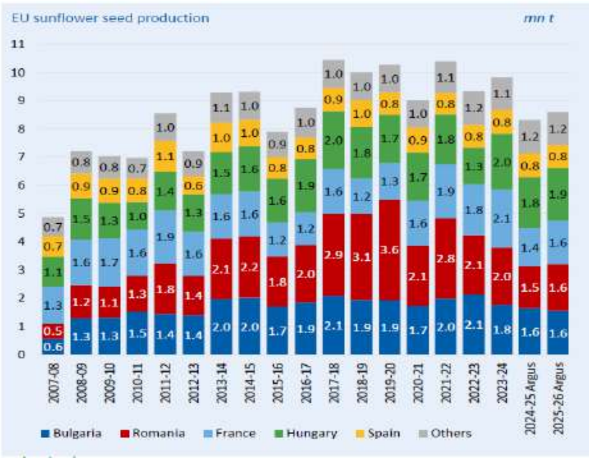
Sunflower oil market

Sunflower oil market

Another disappointing sunflower seed crop in the EU

SUNFLOWER	EU COMM. MARS BULLETIN - Sept					
	Avg 5-Y	2024	2025 Forecats		Changes vs	
			Jun	Sept	2024	Jun
EU-27	2,02	1,72	2,11	1,81	5 %	-14 %
Romania	1,86	1,18	2,04	1,49	26 %	-27 %
Bulgaria	2,10	1,73	2,20	1,70	-2 %	-23 %
Hungary	2,58	2,67	2,62	2,45	-8 %	-6 %
France	2,26	1,95	2,32	2,1	8 %	-9 %



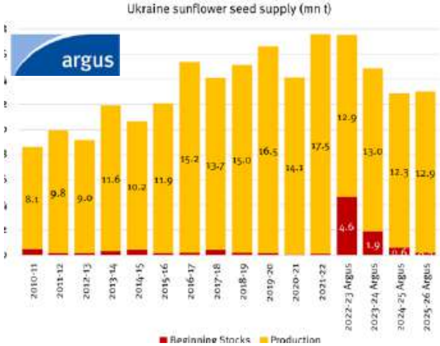


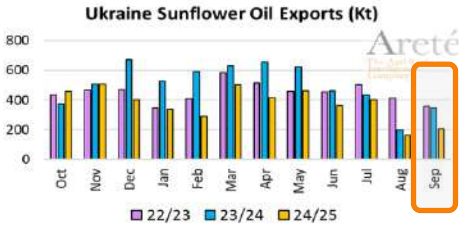
In recent weeks, **analyst have further revised down their estimates for EU sunflower seed production**, now expected to reach between 8.50 and 8.75 MnT, close to last year´s very low level and **well below to 10.2 MnT forecast at the beginning of the season.**

SOURCES: ARETÉ PRO/ARGUS/EUC/OIL WORLD

Sunflower oil market

Ukrainian production could turn out even worse than expected

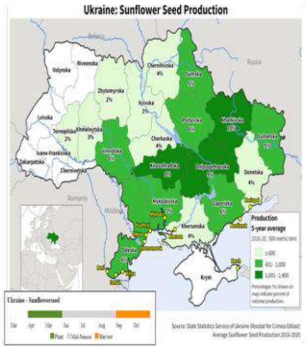


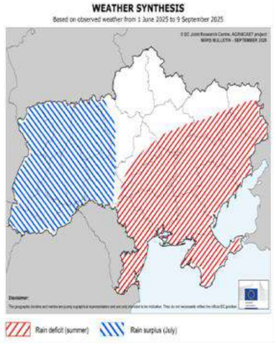


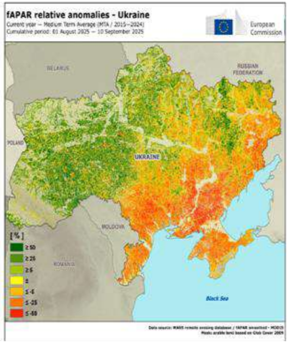
As of October 9th , 67% of the area had been harvested, compared with 87% at same time last year.

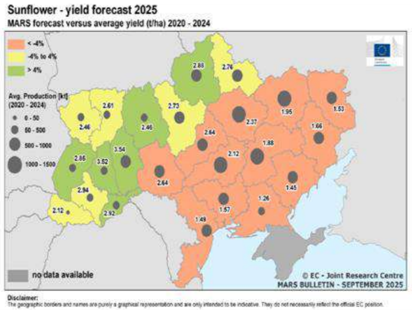
The average yield has slightly improved to 1.85 t/Ha yet remains well below last year's already low level of 2.04 t/ha.

We believe that the current estimate of 12.9 MnT is overly optimistic, and production may be closer to **12.0 MnT.**





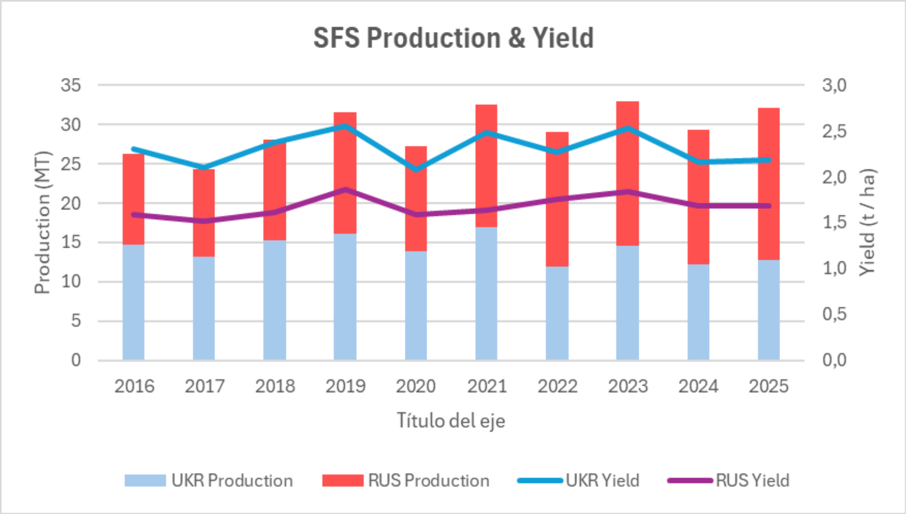




SOURCES: AG RESOURCES/APK INFORM/ARGUS/ARETÉ/EUC/ETG/OIL WORLD/USDA

Sunflower oil market

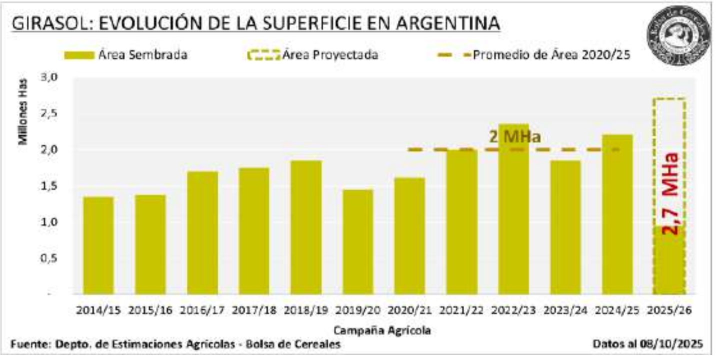
Yields in Russia also below last year's levels

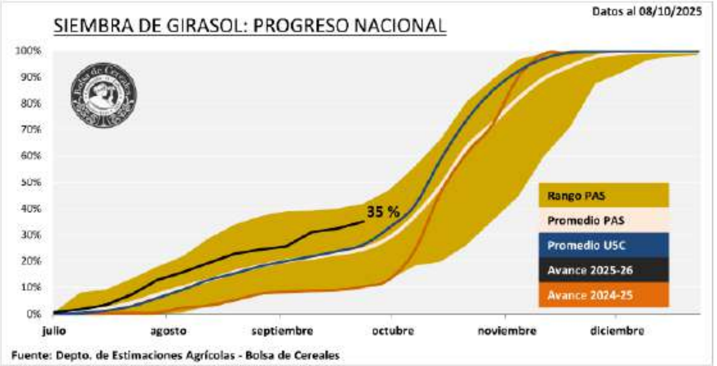


According to the latest government data, as of Oct 7th harvesting had been completed on 6.7 MnT, representing **55% of the total area. The average yield of 1.49 t/ha vs 1.69 t/ha last year.**

Sunflower oil market

Argentina consolidates its position as the third-largest global producer





ARGENTINA : Sunflowerseed Balance (1000 T)

January / December

	2026F	2025F	2024	2023	2022
Open. stocks	490*	183*	272*	231*	477*
Output	5400*	5100*	3840*	4130*	3360*
Imports	3*	2*	1	1	1
Exports	160*	134*	77	93	159
Crushings ...	5230*	4580*	3781	3926	3384
Other use. ...	83*	81*	72*	70*	64*
Ending stocks	420*	490*	183*	272*	231*

As of October 8th , **35% of the projected area has been planted under favourable conditions.**

SOURCES: BCBA/BCR/OIL WORLD/STRATEGIE GRAINS/USDA

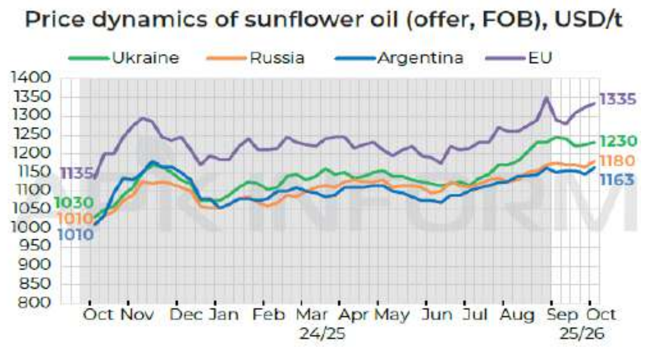
Sunflower oil market

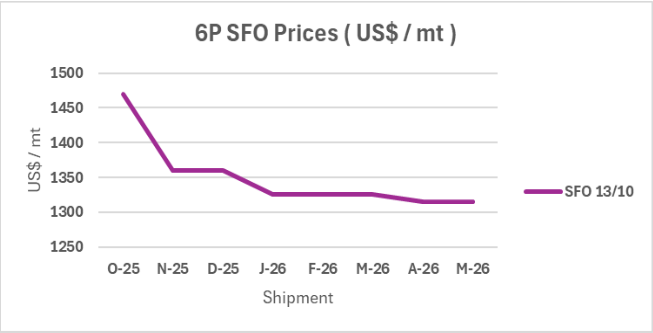
From expected surplus to production deficit

SUNSEED : World Supply & Demand (Mn T)

	25/26F	24/25	23/24	22/23
Open'g stocks	4.60	4.89	6.56	7.97
Production	58.68*	55.13	59.43	56.14
EU-27	8.75*	8.67	9.98	9.55
Kazakhstan	2.10*	1.83	1.24	1.30
Russia (a)	19.20*	17.40*	18.60*	17.10*
Ukraine	12.90*	12.20*	15.10*	12.68*
Rep. of S. Africa	.74*	.71	.63	.72
U.S.A.	.77	.52	1.02	1.27
Argentina	5.20*	4.95*	3.84*	4.13*
Türkiye	1.18*	1.23*	1.28*	1.73*
Total supplies	63.28*	60.02	65.99	64.11
Crush (Sept/Aug)	53.64*	49.93	55.51	51.97
Other use	5.34*	5.49	5.59	5.58
End'g stocks	4.30*	4.60	4.89	6.56
EU-27 (July 31)	.87*	1.11	1.25	1.53
Russia (Aug 31)	.91*	.78*	1.39*	1.95*
Ukraine (Aug 31)	.32*	.44*	.33*	.64*
Argentina (Sep 30)	1.33*	1.44*	1.02*	1.01*
Other countries	.87*	.83*	.90*	1.43*
Stocks/usage	*7.3%*	*8.3%*	*8.0%*	*11.4%*

(a)Occupied regions in Ukraine are included since 2022.





Weather conditions have been very unfavorable for sunflower crops across the Northern Hemisphere, and we now expect a **production deficit**, even assuming another very good crop in Argentina.

This situation has kept sunflower oil prices high. There is tension in the spot market, supported by **delays in harvest and complete lack of farmer selling.**

Stronger Turkish demand is also supporting prices, as import taxes on sunflower seed and oil were cut after a poor domestic crop. The market remains heavily inverted. **HOSO premium is around 300 USD/mt.**

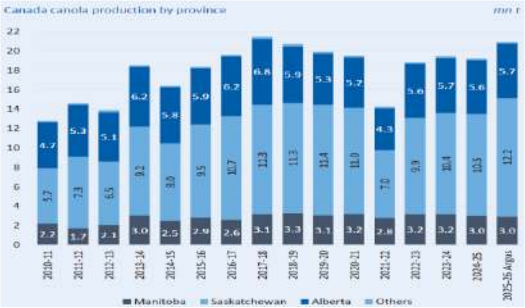
SFO will continue to be the most expensive vegetable oil in the short/medium term. However, sunflower seed prices are likely to come under pressure once farmers become more active sellers. **Large crushing in Argentina and rising sunflower oil export availability** will also contribute to some price weakness in Black Sea market.

SOURCES: APK INFORM/BCBA/OIL WORLD/STRATEGIE GRAINS/USDA

Rapeseed oil market

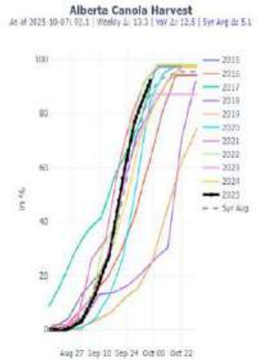
Rapeseed oil market

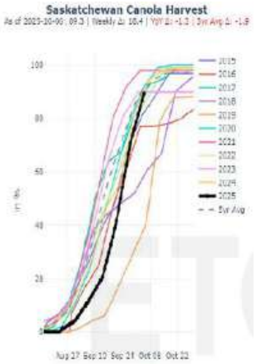
Canadian canola crop expected to exceed previous estimates



CANADA : Supply & Demand of Canola (Mn T)

	August / July				
	25/26F	24/25	23/24	22/23	21/22
Op. stocks	1.60	3.42*	1.86	1.48	1.60*
Output	21.00*	19.40*	19.70*	18.85	14.25
Imports	.13*	.13	.28	.15	.10
Exports	7.30*	9.33	6.73	7.95	5.29
Crushings . .	11.75*	11.41	11.03	9.96	8.56
Other use. . .	.68*	.61*	.65*	.71	.63*
End.stocks. .	3.00*	1.60	3.42*	1.86	1.48



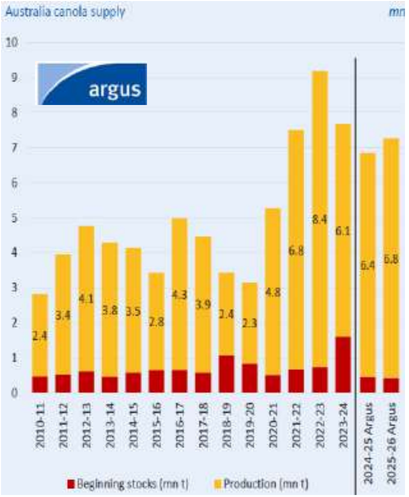


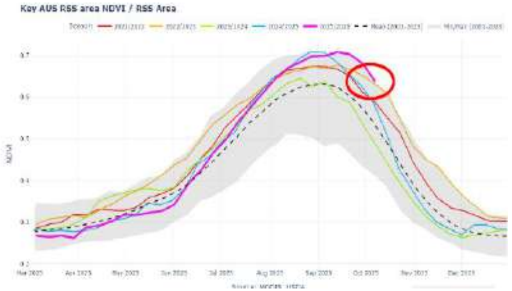
As of 6th October, 91% of the total area had been harvested in Canada. Favorable yields, particularly in Saskatchewan, have led to **higher production forecasts. The consensus for final output now stands between 20.5 and 21.0 MnT**.

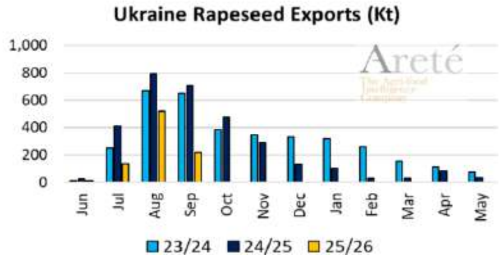
SOURCES: ARGUS/ETG/OIL WORLD/STATS CAN/STRATEGIE GRAINS/USDA

Rapeseed oil market

Improved outlook for Australian production







Prod	AUS	NSW	QLD	SA	TAS	VIC	WA
Sep	6,378	1,600	10	373	15	1,150	3,300
Jun	5,712	1,500	9	385	8	1,010	2,800
% change vs Previous	11.7%	6.7%	10.8%	-3.2%	87.5%	13.9%	17.9%
% change vs LY	-0.3%	-15.8%	-6.4%	-1.4%	114.3%	-4.2%	13.8%

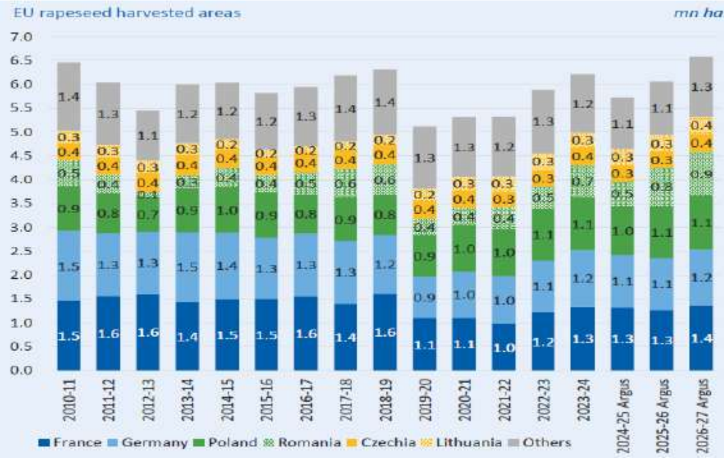
Favorable weather conditions in Australia have significantly improved production prospects. ABARES has raised its estimate by 0.7 MnT (+12%) vs. June.

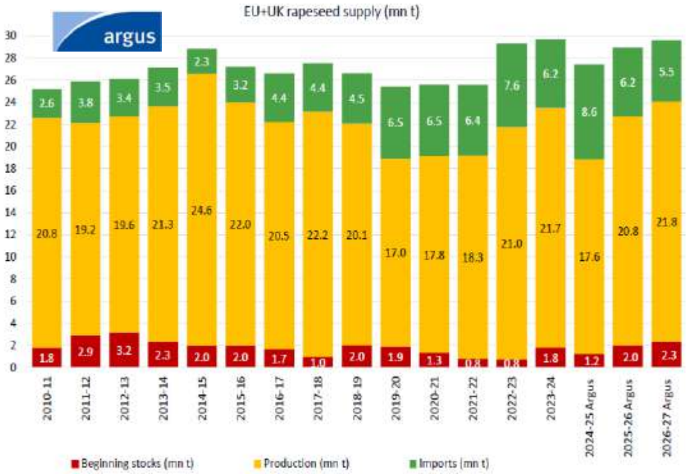
Larger-than-expected canola crops in both Canada and Australia are likely to more than offset the current slowdown in Ukrainian rapeseed exports to the EU-27 this season, following the implementation of the 10% export duty in September.

SOURCES: ABARES/ARETÉ/ARGUS/ETG/OILWORLD/USDA

Rapeseed oil market

Initial EU + UK Rapeseed Area Estimates for 2026/27 Near Record Levels





For 2026/27, initial projections indicate that EU+UK rapeseed production could approach 22 MnT, the highest level since 2017, driven by a significant 8% increase in planted area.

Recent rainfall across Europe has been beneficial, as some regions had previously been too dry to allow proper sowing.

SOURCES: ARGUS/OILWORLD

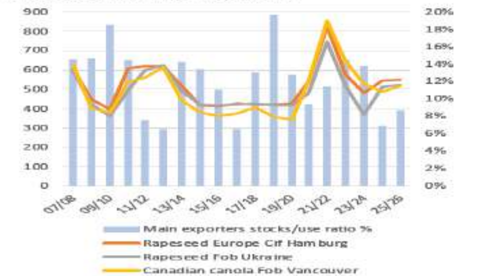
Rapeseed oil market

Prices lag the appreciation of other oils

RAPESEED & CANOLA : World Supply & Demand

(Mn T)	25/26F	24/25	23/24	22/23
Open'g stocks	11.50	15.47	16.26	9.97
Production	81.26*	75.41	80.50	80.83
EU-27	20.15*	17.10	20.17	19.69
Russia	5.20*	4.61	4.20	4.33*
Ukraine	3.20*	3.73*	4.63*	3.73*
Canada	20.60*	19.40*	19.70*	18.85
U.S.A.	1.97	2.21	1.91	1.66*
China	6.50*	6.20*	6.50*	6.70*
India	11.00*	10.30*	11.20*	11.20*
Australia	6.60*	6.55*	6.57*	8.65*
Total supplies	92.76*	90.88	96.76	90.80
Crush (July/June)	77.30*	77.85	77.77	71.23
Other use	2.86*	2.54	2.77	3.39
End'g stocks	11.90*	11.50	15.47	16.26
EU-27 (Jun 30)	1.03*	.96	1.65	2.01
Canada (July31)	2.40*	1.60	3.42*	1.86
Stocks/usage	*14.9%*	*14.3%*	*19.2%*	*21.8%*
Exp - Imp	*.70**	*-1.01**	*.75*	*-.08*

1.2. RAPESEED AND CANOLA STOCKS-TO-USE RATIO AND WORLD PRICE ($/T)



Euronext Rapeseed – Winnipeg Canola in usd/t, on November 25

Spread: Netherlands rapeseed oil fob Dutch Mill minus Canada canola oil fob Vancouver ($/t)

Favorable weather conditions over the past two months in Canada and Australia have significantly improved the global supply outlook for rapeseed and canola in 2025/26. EU complex remain too expensive compared to world canola market.

However, **political factors** (trade relations and biofuel policies) are likely to become **key price-determining elements** in the global rapeseed oil market during 2025/26:

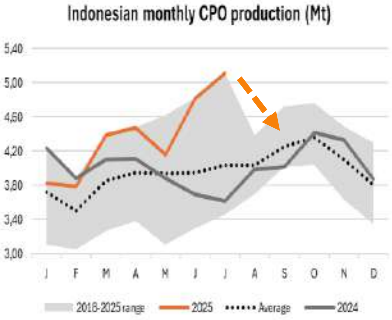
- Will China keep prohibitively high import duties on Canadian canola and its products in place?
- Will canola feedstock in U.S. biofuels remain eligible for incentives?
- Will the EU move away from the double-counting system for products such as UCO, thereby supporting original feedstocks such as rapeseed oil?

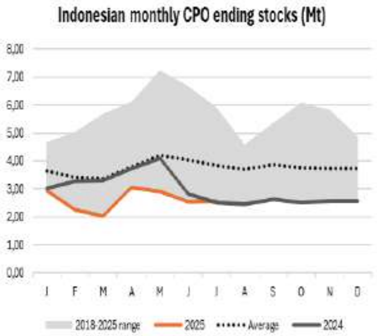
SOURCES: ARGUS/OIL WORLD/STRATEGIE GRAINS/STONEX/USDA/REUTERS

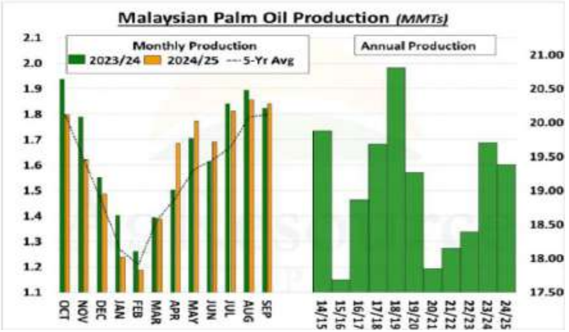
Palm oil market

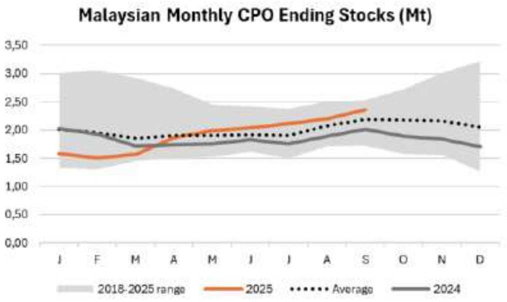
Palm oil market

High concern over Indonesian government intervention









Indonesian palm oil production hit a record high in July, with cumulative output up 11%, but it is expected to normalize in the coming months.

Stocks remain tight as higher exports and domestic use (up 6%) offset production gains.

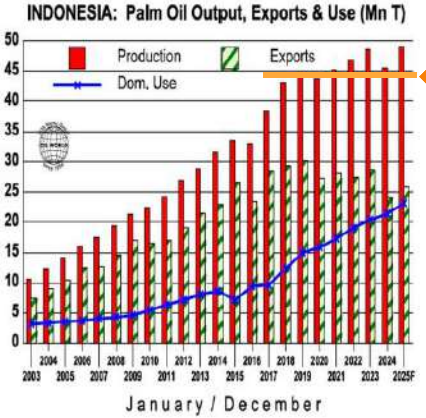
In contrast, **Malaysian inventories climbed to a 20-month high in August**, due to stronger production and slightly lower exports.

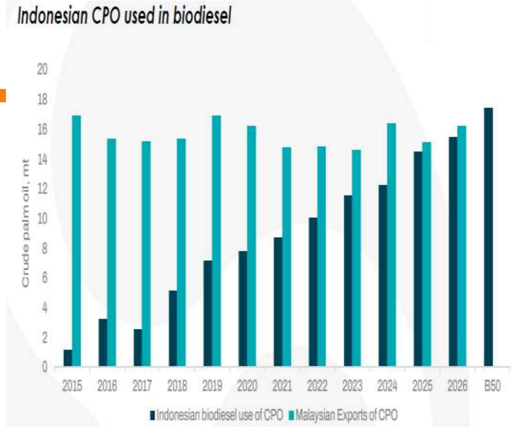
Meanwhile, **the Indonesian government's seizure of 1.5 Mn ha. of oil palm land**, with another 1.8 million under investigation, raises concerns about future production.

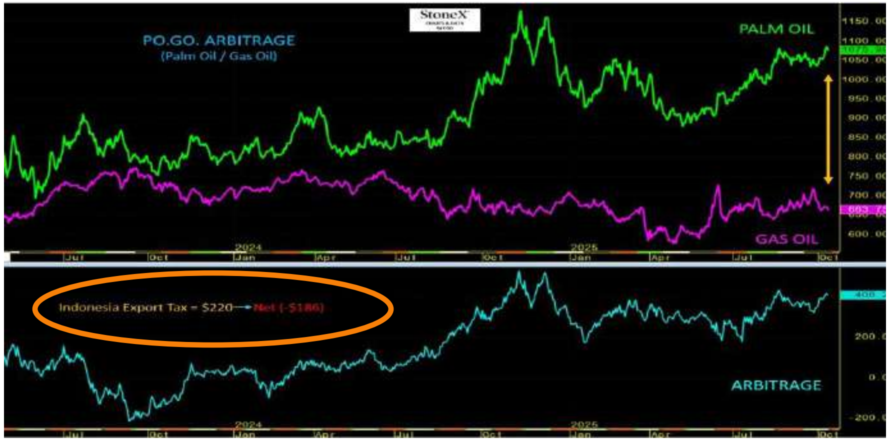
SOURCES: ARETÉ PRO/FASTMARKETS/GAPKI/MPOB/OIL WORLD

Palm oil market

Renewed discussion on B50 in Indonesia







The B40 biodiesel program in Indonesia has stabilized. The B50 program, however, is still in the testing phase and appears **unlikely to be implemented before 2H 2026**.

Once B50 comes into effect, **Indonesia's exportable supply will be seriously affected**, as the program would consume the equivalent of Malaysia's entire crude palm oil (CPO) exports.

A key aspect is how the Indonesian government will finance the B50 program. The premium of CPO over gas oil continues to widen, while revenues from export levies on crude and processed palm oils, which fund the biodiesel program, would decline as B50 reduces export volumes.

At the same time, program costs are expected to rise further if palm oil prices appreciate.

SOURCES: GLENAUK ECONOMICS/OIL WORLD/STONEX

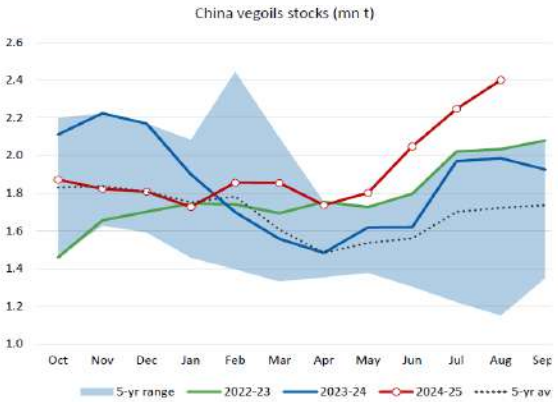
Palm oil market

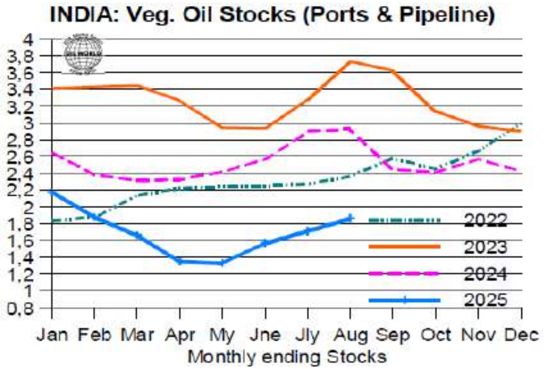
A modest increase in world palm oil production is expected. China well covered, India buying soybean oil

PALM OIL : World Production (Mn T)

	2026F	2025F	2024	2023	2022
Indonesia	49.70*	49.00*	45.50*	48.53*	46.82
Malaysia	19.25*	19.40*	19.34	18.55	18.45
Thailand	3.53*	3.48*	3.45*	3.32	3.24*
C&S Amer	6.19*	5.84*	5.34	5.93	5.64
Africa (a)	4.01*	3.89*	3.77	3.60	3.51
Oth ctrs.	1.92*	1.85*	1.72	1.77	1.79
WORLD	84.60*	83.46*	79.12	81.70	79.45

(a) 12 countries

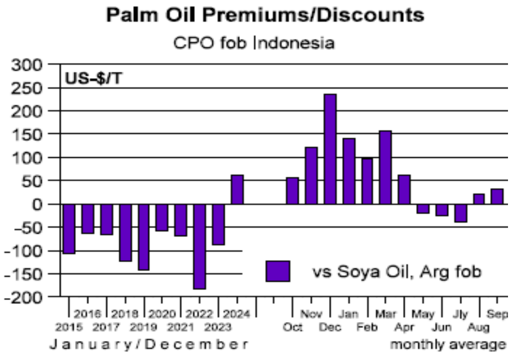




SOURCES: ARGUS/FASTMARKETS/GAPKI/MPOB/OILWORLD

Palm oil market

A bullish scenario for palm oil prices



RBD Palm Olein FOB MYS vs SBO FOB ARG (U$ / mt)

CPO BMD 3rd Position (MYR / mt)

Main analysts such as Oil World and Godrej expect palm oil prices to rise in the medium term, driven by an expectedly modest increase in global production and continued uncertainty over Indonesia's output and exports **due to land nationalization and the B50 biodiesel program.**

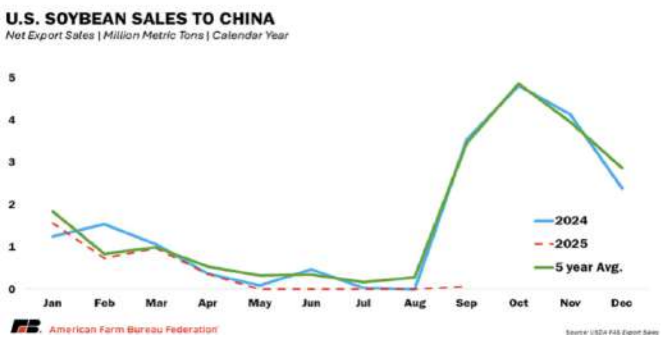
Palm oil no longer needs price discounts to gain market share. **Mr. Mistry forecasts BMD prices at 5,000 MYR in Nov–Dec and a bullish Jan–Mar 2026 with futures around 5,500 MYR.**

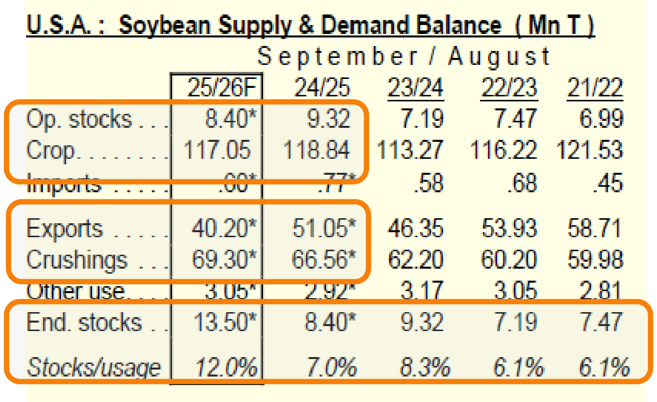
SOURCES: ARGUS/OILWORLD/REUTERS

Soybean oil market

Soybean oil market

Lack of Chinese purchases raises concern among U.S. Farmers





U.S.A. : Soybean Supply & Demand Balance (Mn T)

	September / August				
	25/26F	24/25	23/24	22/23	21/22
Op. stocks . . .	8.40*	9.32	7.19	7.47	6.99
Crop.	117.05	118.84	113.27	116.22	121.53
Imports	.60*	.77*	.58	.68	.45
Exports	40.20*	51.05*	46.35	53.93	58.71
Crushings . . .	69.30*	66.56*	62.20	60.20	59.98
Other use. . .	3.05*	2.92*	3.17	3.05	2.81
End. stocks . .	13.50*	8.40*	9.32	7.19	7.47
Stocks/usage	*12.0%*	*7.0%*	*8.3%*	*6.1%*	*6.1%*

Donald J. Trump
@realDonaldTrump

The Soybean Farmers of our Country are being hurt because China is, for "negotiating" reasons only, not buying. We've made so much money on Tariffs, that we are going to take a small portion of that money, and help our Farmers. I WILL NEVER LET OUR FARMERS DOWN! Sleepy Joe Biden didn't enforce our Agreement with China, where they were going to purchase Billions of Dollars of our Farm Product, but Soybeans, in particular. It's all going to work out very well. I LOVE OUR PATRIOTS, AND EVERY FARMER IS EXACTLY THAT! I'll be meeting with President Xi, of China, in four weeks, and Soybeans will be a major topic of discussion. MAKE SOYBEANS, AND OTHER ROW CROPS, GREAT AGAIN!

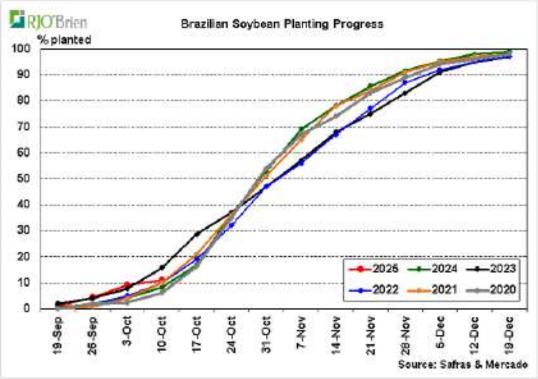
The U.S. harvest is in progress, and production is expected to be slightly below last season's level. U.S. farmers are suffering from the lack of Chinese demand.

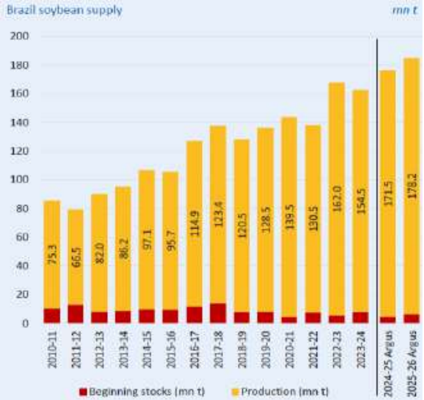
In fact, China hasn't bought any American soybeans since May, and purchases for the new crop remain at zero. **This cannot be offset by local biodiesel demand.**

SOURCES: AFBF/FUTURES FINVIZ/OIL WORLD/REUTERS

Soybean oil market

South American season starting





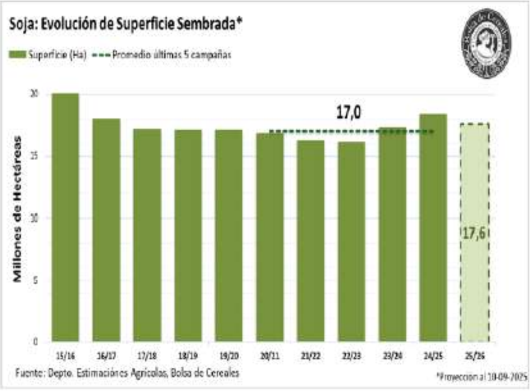
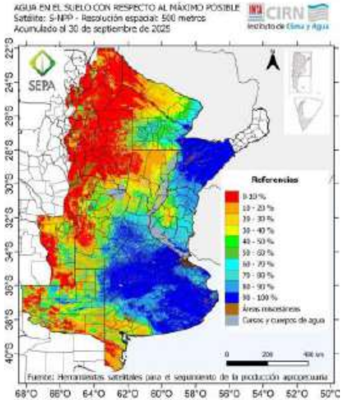


Fig.1: Evolución de la superficie sembrada con soja en Argentina (2015-2025).



In **Brazil**, soybean planting prospects have improved following the arrival of beneficial rains in Mato Grosso, Paraná, Mato Grosso do Sul, and Goiás.

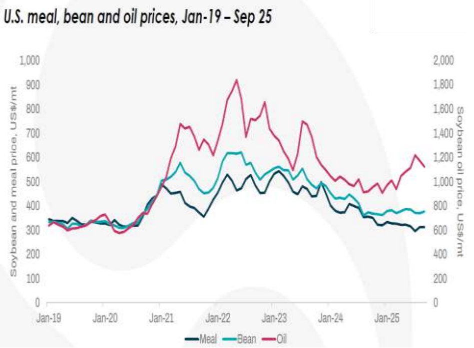
As of October 10th, **11% of the intended area had been planted under good conditions**. Production is expected to reach a new record of 178.2 Mn T, driven by a **1.4 Mha expansion in area, bringing the total to 50 Mha**.

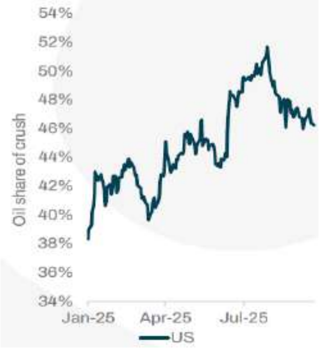
In Argentina, farmers are expected to reduce the soybean area and shift to other, more lucrative crops. Current conditions are ideal for the start of planting.

SOURCES: ARGUS/BCBA/INTA/OILWORLD/RJO OBRIEN

Soybean oil market

Export supply expected to tighten in 2025/26





SBO Prices (US$ / mt)

Prices have been under temporary pressure following the suspension of Argentina's export tax. The market (mainly China and India) took only three days to absorb the USD 7 bn allocation (5.1 Mn T soybeans, 1.5 MnT SBO, and 7.1 MnT soybean meal).

Also, **the escalating tensions between China and US pushing down prices in the soybean complex**.

However, **global soybean oil exports are expected to decline by around 1.3 MnT in 2025/26**, as domestic demand rises in the U.S. and Brazil, even though China has turned into an exporter amid weak consumption and abundant soybean supplies.

The main price driver remains U.S. biodiesel policy. The Trump Administration needs to support farmer finding demand in the absence of a trade deal with China —but the challenge is what to do with the meal. **While CBOT soya oil futures are likely to stay firm, cash basis in South America may not weaken as much as in previous cycles.**

SOURCES:: GLENAUK/OIL WORLD/USDA/STONEX/REUTERS

Lauric oils market

Lauric oils market: CCNO

Prices remain at record highs

COCONUT OIL : World Balance (1000 T)

	Oct Sept 25/26F	Oct Sept 24/25	Oct Sept 23/24	Jan Dec 2025F	Jan Dec 2024
Open'g stocks	392	512	436	517	418
Production					
Mexico.........	129*	129*	130*	129*	129*
India..........	330*	330*	358*	322*	354*
Indonesia......	835*	756*	828*	763*	819*
Malaysia.......	57*	56*	56*	57*	55*
Philippines....	1233*	1160*	1440*	1060*	1505*
Sri Lanka......	47*	44*	47*	43*	46*
Thailand.......	30*	30*	29*	30*	29*
Vietnam........	41*	41*	41*	41*	41*
Papua/NGuinea..	43*	42*	38*	44*	36*
Oth countries..	258*	259*	267*	258*	265*
Total..........	3005	2846	3233	2747	3278

CCNO prices have eased from the historical highs reached in July but **remain significantly above long-term average levels**.

A gradual recovery in production is expected during 2026 and will most likely exert downward pressure on prices; however, **persistently low stock levels may delay this downward trend**. Global exports are projected to decline by 10–12% in the Oct–Sept, bringing consumption to a multi-year low.

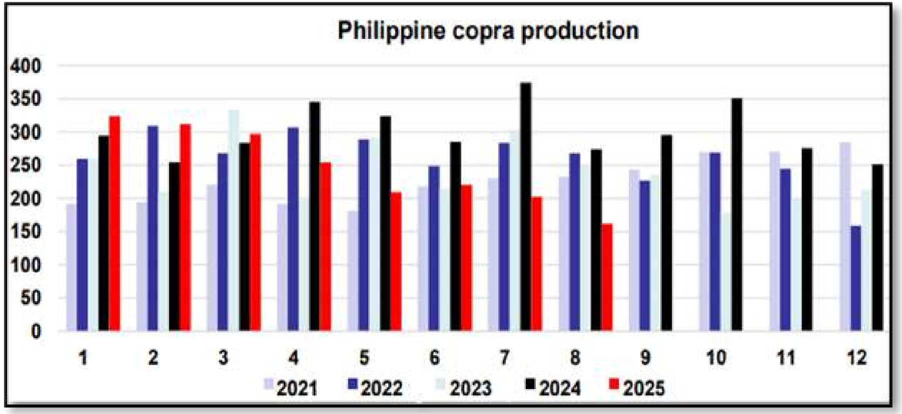
Severe yield setbacks in 2025 led to major production shortages in the Philippines and Indonesia. As a result, many processors were forced to halt operations multiple times due to a lack of copra, with some areas seeing their **CCNO output fall by as much as half.**

Production recovery is anticipated from H1 2026 onward, with a return to normal conditions only in the second half of 2026.

SOURCES: OILWORLD/REUTERS

Lauric oils market: CCNO

Structural challenges in production



A large share of existing trees are over 40 years old —well past their peak productive age of 15-30 years.

Replanting activities have historically been very low, as farmers are unable to afford the loss of income that occurs during the 4–7 years required for new trees to mature and begin yielding. As a result, **yields per hectare have stagnated or are slowly declining**.

In addition, many trees are infested with diseases, further reducing productivity.

Coconut farming is also affected by socio-economic factors: younger generations increasingly prefer to migrate to cities in search of more stable employment opportunities, leading to a declining interest in farming.

Moreover, CCNO oil production is competing with other coconut-based products. For instance, China is purchasing large quantities of coconut milk, and there is growing demand for dehydrated coconut. These markets tend to be more stable and attract consumers who are willing to commit to long-term contracts.

SOURCES: SCP CONFERENCE

Lauric oils market: CCNO

CPKO remains competitive vs. CCNO

CPKO prices continue to trade at a wide discount compared to CNO.

Prior to the announcement of a potential delay in the EUDR implementation, **EUDR-compliant PKO was expected to trade at only a small discount to CNO, reflecting tighter supply and limited compliance stocks**.

However, with the likely confirmation of a one-year delay, **PKO is expected to remain competitive against CNO throughout 2026**. Market participants remain cautious, awaiting official confirmation of the EUDR postponement before adjusting their positions.

SOURCES: OILWORLD/REUTERS

A world of vegetable oils!

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