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## Turkey

### Oilseeds and Products Update

#### Revised November 2014 Oilseeds Update

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**Report Highlights:**

*This report supersedes TR4051, November 2014 Oilseeds Update, providing Oilseeds, Soybean Production, Supply and Distribution (PSD) table.*

Turkish soybean area and production for market year (MY) 2014 are about 35,000 hectares and 130,000 metric tons (MT). Declining world soy prices and increased crushing margins triggered soybean imports during the last four months of MY 2013, and total imports reaching 1.6 million metric tons (MMT) for the marketing year. While soy imports were up twenty-eight percent, soybean meal imports were down twenty eight percent to 728,000 MT. The United States supplied about 350,000 MT of soybean and 242,000 MT of soybean meal. Turkey's production of both poultry and livestock are continuing to grow, pushing the demand up for imported soybean and meal. Turkish poultry meat exporters are benefiting from Russia's ban on Western food, largely in the form of mechanically deboned meat (MDM).

**Post:**  
Ankara

**Commodities:**  
Oilseed, Soybean

Oil, Soybean

Meal, Soybean

**Author Defined:**  
**Soybean**

### **Production**

MY2014 domestic soybean planting and production are about 35,000 hectares and 130,000 MT. In Çukurova region, where ninety-five percent of the local soy crop is grown, farmers have switched to corn for the second crop as local soy prices have declined while corn prices have increased.

### **Consumption**

Turkish broiler industry experienced a decline in demand in the domestic market during the first quarter of the marketing year due to negative press on biotech feed items. But domestic demand and exports helped the industry to rebound during the second quarter.

However, during the summer political unrest in the leading market, Iraq, hurt exports of broiler meat, but particularly egg exports. Both industries are export dependent for growth and Iraq is the largest market for Turkish poultry products. About 48 percent of the egg exports and 56 percent of broiler meat exports are to Iraq.

While Turkish broiler meat exports worldwide increased about ten percent during the first nine months of CY 2014, egg exports were down about twenty percent. However, available statics indicate that egg exports recovered significantly during the months of August and September 2014, providing some relief to the industry.

While there were export difficulties to the Middle Eastern countries due to disorder in the region, Russian sanctions on Western countries opened a new venue to the Turkish poultry industry. While egg exports to Russia are still small, poultry meat (all MDM) exports increased significantly and expected to reach about 150,000 MT annually. MDM sales is particularly important for the Turkish poultry industry since the GOT has forbidden the use of MDM in processed poultry products domestically and this item was only used in rendering.

### **Trade**

Total soy bean imports during MY 2013 (Sept/Aug) were up about 28 percent to 1,608,000 MT.

Imports increased during the last four months of the marketing year due to price advantages and increased crushing margins. Paraguay (492,000 MT) and Brazil (415,000 MT) were the leading supplier, followed by the U.S. (350,000 MT) and Ukraine (182,000 MT). Turkey also imported 125,000 MT of soybean from Argentina, 25,000 MT from Ukraine and 19,000 MT from Canada during the same period.

Turkey imported about 123,000 MT of soybean during the month of September. Suppliers were Paraguay (73,000 MT), Brazil (39,000 MT), Ukraine (9,000 MT) and the U.S. (2,500 MT).

Exports were about 7,000 MT during MY 2013. “Turkish Republic of Northern Cyprus” and Netherlands were the main destinations with 2,000 MT each.

Soybean PSD

Oilseed, Soybean Turkey	2012/2013		2013/2014		2014/2015	
	Market Year Begin: Sep 2012		Market Year Begin: Sep 2013		Market Year Begin: May 2014	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Area Planted	20	20	35	35	40	35
Area Harvested	20	20	35	35	35	35
Beginning Stocks	398	185	460	203	406	284
Production	70	70	125	130	130	130
MY Imports	1,249	1,249	1,608	1,608	1,500	1,650
MY Imp. from U.S.	503	503	385	350	350	400
MY Imp. from EU	0	0	0	0	0	0
Total Supply	1,717	1,504	2,193	1,941	2,036	2,064
MY Exports	21	21	7	7	10	10
MY Exp. to EU	0	0	0	0	0	0
Crush	335	380	600	600	500	625
Food Use Dom. Cons.	0	0	0	0	0	0
Feed Waste Dom. Cons.	901	900	1,180	1,050	1,100	1,150
Total Dom. Cons.	1,236	1,280	1,780	1,650	1,600	1,775
Ending Stocks	460	203	406	284	426	279
Total Distribution	1,717	1,504	2,193	1,941	2,036	2,064
CY Imports	1,074	1,073	1,600	1,750	1,500	1,850
CY Imp. from U.S.	346	346	350	425	350	460
CY Exports	17	17	10	5	10	10
CY Exp. to U.S.	6	5	0	0	0	0

**Soybean Meal**

Favorable domestic crushing margins are causing soybean meal production to increase. MY 2013

production increased about 60 percent to 460,000 MT. Provided favorable crushing margins continue, domestic soymeal production is expected to remain high as crushers will continue to utilize the large underutilized capacity.

Turkey has imported a total of 728,000 MT of soybean meal during MY 2013, down about 28 percent compared to last marketing year due to an increase in domestic production as a result of favorable domestic crushing margins. The U.S. and Argentina were among the leading suppliers with 241,000 MT and 232,000 MT, respectively. Other suppliers were Paraguay (132,000 MT), Brazil (105,000 MT) and Spain (18,000 MT).

Turkey's imports of European soy meal have declined drastically following a reduction in import taxes from 15 to 5 percent last year. Total imports of soy meal from the EU during MY 2013 were about 18,000 MT, compared to 235,000 MT in MY 2012. Spain was the only supplier of soymeal from EU to Turkey.

Turkey exported about 49,000 MT of soy meal during MY 2013. Iraq (17,000 MT), "Turkish Republic of Northern Cyprus" (16,600 MT), Georgia (7,700 MT) and Romania (5,500 MT) were the main destination.

#### Soybean Meal PSD

<b>Meal, Soybean Turkey</b>	<b>2012/2013</b>		<b>2013/2014</b>		<b>2014/2015</b>	
	<b>Market Year Begin: Oct 2012</b>		<b>Market Year Begin: Oct 2013</b>		<b>Market Year Begin: Oct 2014</b>	
	<b>USDA Official</b>	<b>New Post</b>	<b>USDA Official</b>	<b>New Post</b>	<b>USDA Official</b>	<b>New Post</b>
Crush	335	380	600	600	500	625
Extr. Rate, 999.9999	1.	0.75	1.	0.7667	1.	0.76
Beginning Stocks	292	292	292	280	161	216
Production	264	285	473	460	394	475
MY Imports	1,030	1,015	820	728	1,070	800
MY Imp. from U.S.	317	317	350	242	350	275
MY Imp. from EU	237	237	240	18	240	20
Total Supply	1,586	1,592	1,585	1,468	1,625	1,491
MY Exports	12	12	46	52	30	60
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.	1,282	1,300	1,378	1,200	1,452	1,230
Total Dom. Cons.	1,282	1,300	1,378	1,200	1,452	1,230

Ending Stocks	292	280	161	216	143	201
Total Distribution	1,586	1,592	1,585	1,468	1,625	1,491
CY Imports	1,100	1,087	1,100	650	1,150	750
CY Imp. from U.S.	374	374	350	275	350	350
CY Exports	13	13	45	60	25	65
CY Exp. to U.S.	0	0	0	0	0	0
SME	1,282	1,300	1,378	1,200	1,452	1,230

## Soybean Oil

Turkey's leading uses of soy oil is poultry feed and industrial. Turkey's Biosafety Law forbids the use of soy oil from biotech soybeans in food. Turkey imported 8,000 MT of soy oil in MY 2013. Spain and Ukraine were the main suppliers with 5,000 MT and 3,000 MT, respectively. Exports, however, were only about 3,000 MT, of which 2,600 MT were to "Turkish Republic of Northern Cyprus".

### Soybean Oil PSD

Oil, Soybean Turkey	2012/2013		2013/2014		2014/2015	
	Market Year Begin: Oct 2012		Market Year Begin: Oct 2013		Market Year Begin: Oct 2014	
	USDA Official	New Post	USDA Official	New Post	USDA Official	New Post
Crush	335	380	600	600	500	625
Extr. Rate, 999.9999	0.	0.1842	0.	0.1783	0.	0.176
Beginning Stocks	0	10	0	5	19	10
Production	60	70	107	107	89	110
MY Imports	3	3	8	8	2	8
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from EU	0	2	0	5	0	5
Total Supply	63	83	115	120	110	128
MY Exports	10	10	4	3	3	5
MY Exp. to EU	0	0	0	0	0	0
Industrial Dom. Cons.	22	10	40	32	40	35
Food Use Dom. Cons.	16	5	29	0	28	0
Feed Waste Dom. Cons.	15	53	23	75	20	80
-	0		0		0	
Total Dom. Cons.	53	68	92	107	88	115
Ending Stocks	0	5	19	10	19	8
Total Distribution	63	83	115	120	110	128
CY Imports	6	6	2	6	2	6
CY Imp. from U.S.	0	0	0	0	0	0
CY Exports	10	10	3	3	3	4
CY Exp. to U.S.	0		0	0	0	0

