

Global Sesame Crop Scenario for 2021



Dt. 26th Oct 2021, Location: India





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Origins trade

Year 20-21 crop overview & 21-22 crop estimates





Price trends & China port stock

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Our view







Africa Main Origin Trade -in 1000 mt					
Origin/Year	2017-2018	2018-2019	2019-2020	2020-2021	Est.2021-2022
Ethiopia	285	260	250	220	140
Sudan	322	310	300	230	195
Nigeria /Niger /Chad	270	310	320	330	260
Mali/Togo/Burkina	154	180	190	210	210
Uganda	2 5	25	25	25	25
Tanzania	95	130	170	150	150
Mozambique	67	100	120	90	90
Total	1,218	1,315	1,375	1,255	1,070

- Africa trade (Major origins) is likely to be 1.07 Mln tons in 2021-2022, less than crop year 2020-2021
- Tan + Moz; continue increased in last 4-5 years, but seems to have changed in 2021 year. Too early to comment on the 2022 crops



African Highlights of CY 21-22 vs 20/21





Nigeria/Niger: Plant reduced and shift to soybean/rice/corn etc, crop delay, farmer hold cargo and currency depreciation



Ethiopia: Plant reduced lot in white seeds area for food security and political issues



Sudan: Plant reduced lot for food security ,currency depreciation, crop delay and port issues







Mali + Togo + Burkina: Similar as last season













"ROW = Rest of the world"



Brazil: last season Brazil exported 70k MT+ crop at lowest prices however this season crop very less, and extremely high sea freight making framers/ traders life tough day by day

Other LATAM origins: less crop, sever equipment shortage & high sea freight



India: Almost 'zero' import last season due to good crop and less hulled demand however this season Indian crop shortage may lead to imports from Africa



China: Crop damage/reduction this season & yet another year of historic high imports

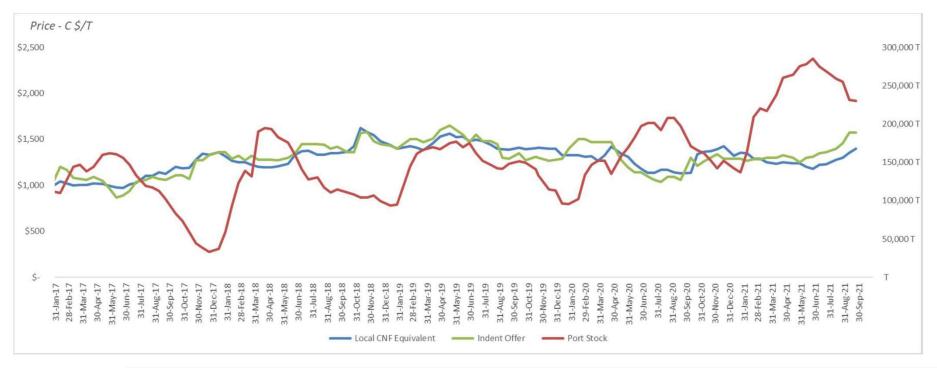














- 210,000 MT+ port stock is normal status in China
- Qingdao has become biggest sesame warehouse + Super cleaning + Sortex concentrate place in the world
- The price change has no consequent relations with port stock, especially in current 4/5 years

New Season forward





China: Total crop reduced 30% + than last season



India: Crop reduced than last year due to rain & less sowing



Nigeria: Crop reduced around 20%



Sudan: Crop reduced around 15%



Ethiopia: Crop reduced around 30%

Mali + Togo + Burkina: Similar as last season













Similar as last season ? Tanzania + Mozambique ?







Bullish Cues:

- 1. China; Price driver consumption have NOT reduced
- 2. Japan should import more in FY-22 as they have reduced stock in FY-21
- 3. Indian crop shortage may lead to imports from Africa
- 4. The world consumption continue back from covid influence.
- 5. African new crop is less than last season.
- 6. Supply chain is very weak due to higher sea freight /port issue etc.
- 7. Shipment delays expected, Sudan port blockage & Equipment shortage



Bearish Cues:

- 1. High stock in China port: around 210k MT
- 2. New waves / new variants could put a cap on demand
- 3. Possible Supply pressure: as shipments might not go through & cash constraints could be felt in origins
- 4. Processed sesame market is shrinking after ETO episode, alternate products are gaining space
- 5. Pakistan's excess crop and vicinity to China





Supply to remain little tight, any supply disruption may lead to ...





Wishing everyone a successful & profitable Sesame season ahead!



