

USDA Foreign Agricultural Service

GAIN Report

Global Agricultural Information Network

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Date:

GAIN Report Number:

Philippines

Grain and Feed Update

Philippine Grain and Feed Update

Approved By:

Ralph Bean

Prepared By:

Perfecto Corpuz

Report Highlights:

Total wheat consumption surged in MY 14/15, and is expected to continue growing in MY 15/16 due to the robust economy, growing Philippine population and strong feed demand from the livestock sector. For corn and rice, MY 14/15 and MY 15/16 production was pared down from official USDA estimates due to extended drought conditions during the first half of CY 2015. To ensure food security and stable prices, Post expects significant rice imports in MY 15/16.

Post:
Manila

Commodities:
Wheat

Corn

Rice, Milled

Author Defined:

Wheat	2013/2014		2014/2015		2015/2016	
Market Begin Year	May 2013		May 2014		May 2015	
Philippines	USDA Official	New post	USDA Official	New post	USDA Official	New post
Area Harvested	0	0	0	0	0	0
Beginning Stocks	876	876	781	781	1,161	1,161
Production	0	0	0	0	0	0
MY Imports	3,482	3,482	4,600	4,600	4,400	4,400
TY Imports	3,482	3,482	4,600	4,600	4,400	4,400
TY Imp. from U.S.	2,081	2,081	0	0	0	0
Total Supply	4,358	4,358	5,381	5,381	5,561	5,561
MY Exports	32	32	45	45	45	45
TY Exports	32	32	45	45	45	45
Feed and Residual	1,250	1,250	1,700	1,700	1,800	1,800
FSI Consumption	2,295	2,295	2,475	2,475	2,525	2,525
Total Consumption	3,545	3,545	4,175	4,175	4,325	4,325
Ending Stocks	781	781	1,161	1,161	1,191	1,191
Total Distribution	4,358	4,358	5,381	5,381	5,561	5,561

1000 HA, 1000 MT, MT/HA

Post concurs with the official USDA wheat estimates. Refer to annual report for details.

Corn	2013/2014		2014/2015		2015/2016	
Market Begin Year	Jul 2013		Jul 2014		Jul 2015	
Philippines	USDA Official	New post	USDA Official	New post	USDA Official	New post
Area Harvested	2,584	2,584	2,640	2,567	2,725	2,700
Beginning Stocks	576	576	849	849	829	650
Production	7,532	7,532	7,980	7,688	8,500	8,200
MY Imports	741	741	500	613	300	220
TY Imports	803	803	500	660	300	220
TY Imp. from U.S.	56	56	0	0	0	0
Total Supply	8,849	8,849	9,329	9,150	9,629	9,070
MY Exports	0	0	0	0	0	0
TY Exports	0	0	0	0	0	0
Feed and Residual	5,900	5,900	6,300	6,300	6,500	6,500
FSI Consumption	2,100	2,100	2,200	2,200	2,300	2,300
Total Consumption	8,000	8,000	8,500	8,500	8,800	8,800
Ending Stocks	849	849	829	650	829	270
Total Distribution	8,849	8,849	9,329	9,150	9,629	9,070

1000 HA, 1000 MT, MT/HA

Corn production and area harvested in MY 14/15 and MY 15/16 were adjusted downward (from Official USDA estimates) due to lingering drought conditions in key production areas (mainly in Mindanao) during the first half of CY 2015 and were based on the latest estimates from the Philippine Statistical Authority (PSA).

Corn imports in MY 14/15 were raised due to the decreased output, and are based on extrapolated quarterly data from the Global Trade Atlas (GTA). For MY 15/16, corn imports have been pared down due to significant carryover feed wheat stocks.

Rice, Milled Market Begin Year	2013/2014		2014/2015		2015/2016	
	Jul 2013		Jul 2014		Jul 2015	
	Philippines USDA Official	New post	USDA Official	New post	USDA Official	New post
Area Harvested	4,800	4,800	4,890	4,709	4,825	4,709
Beginning Stocks	1,487	1,487	1,695	1,695	2,395	1,975
Milled Production	11,858	11,858	12,200	11,880	12,400	11,880
Rough Production	18,822	18,822	19,365	18,857	19,683	18,857
Milling Rate (.9999)	6,300	6,300	6,300	6,300	6,300	6,300
MY Imports	1,200	1,200	1,700	1,600	1,300	1,800
TY Imports	1,800	1,800	1,800	1,700	1,400	1,900
TY Imp. from U.S.	0	0	0	0	0	0
Total Supply	14,545	14,545	15,595	15,175	16,095	15,655
MY Exports	0	0	0	0	0	0
TY Exports	0	0	0	0	0	0
Consumption and Residual	12,850	12,850	13,200	13,200	13,250	13,250
Ending Stocks	1,695	1,695	2,395	1,975	2,845	2,405
Total Distribution	14,545	14,545	15,595	15,175	16,095	15,655

1000 HA, 1000 MT, MT/HA

Rice production and area harvested in MY 14/15 were pared down to reflect the dry conditions through the first half of calendar year 2015. No significant increase in rice production and area harvested is expected in MY15/16 as a result.

According to industry, intensified anti-smuggling efforts by the Philippine government dampened unauthorized rice trade in MY 14/15, which is now estimated at between 300 - 400 thousand tons per year. As result of the intensified anti-smuggling efforts, total rice imports in MY 14/15 were pared down slightly.

Rice imports in MY 15/16 were raised as the 2nd quarter crop of CY2015 was less than expected. The National Food Authority (NFA) recently tendered for 250,000 tons of milled rice for arrival before September 2015, and will likely procure another 250,000 tons before the end of CY 2015. With the additional 500,000 tons, total NFA rice imports in MY 15/16 should reach 1.4 - 1.5 million tons (inclusive of the 800,000 tons rice tariff quota for 2015).