



Olive oil performance in 2016/17 and olive oil and table olive estimates for 2017/18

(a) Olive oil: provisional data for 2016/17

The meeting of the IOC Statistics Working Group was held on 29 September 2017. According to the provisional data provided by the countries, global production in the 2016/17 crop year is set to reach 2 538 000 t, for a 20% decrease, down by 631 500 t compared to the previous crop year; consumption stands at around 2 740 000 t (-9%); imports and exports are coming in at 799 000 t and 798 500 t respectively. The member countries of the IOC produce a total of 2 349 500 t, which are 93% of total world production for 2016/17. EU countries as a whole accounted for 1 744 500 t, which is a 25% decrease for the group. In Spain production at 1 283 600 t dropped by 8.5%, followed by Greece with 195 000 t (-39%), Italy with 182 300 t (-62%) and Portugal with 69 400 t (-36%). In the other IOC member countries, production decreased overall by 8% with a total of 605 000 t, with Turkey heading the group with 177 000 t, reporting a 24% increase, followed by 110 000 t in Morocco (-15%), 100 000 t in Tunisia (-29%), 63 000 t in Algeria (-23%), while the remaining countries report a total of 155 000 t. Consumption in IOC member countries totalled 1 926 500 t, which is an 11% year-on-year decrease. In other non-member countries, consumption is set to come in at around 813 500 t for a 2% year-on-year decrease.

(b) Olive oil: estimates 2017/18

According to the official country data and the estimates of the IOC Executive Secretariat, world production in 2017/18 is estimated at around 2 854 000 t, which would be an increase of approximately 12% compared to the previous year. Consumption is expected at 2 889 000 t for a 5% year-on-year increase. Imports and exports are expected to exceed 830 000 t respectively.

At this point in the year it is still too early to judge the accuracy of these estimates and the figures that the Council of Members will examine at the end of November will be more solid, unless exceptional weather conditions intervene. The IOC member countries as a whole estimate a production of 2 677 000 t, which would be 94% of the total worldwide for the 2017/18 crop year, and which would be a 14% year-on-year increase. The forecast for EU producing member countries indicates an output of 1 896 000 t with Spain in the lead with up to 1 150 000 t, 10% lower than the previous year, followed by Italy with 320 000 t (+75%), Greece with 300 000 t (+54%) and Portugal with 110 000 t (+58%). It should be noted that Portugal will achieve a crop year record on the back of the new plantations in 2003/04, predominantly in the Alentejo region, and which we referred to in Newsletter No. 114.

Output in other IOC member countries is forecast at 781 000 t, for a year-on-year increase of 176 000 t (+29%). Within this group of countries, Tunisia expects to harvest 220 000 t, which would be a 120% increase, followed by Turkey with a forecast 180 000 t (+2%), Morocco with 120 000 t (+9%), Algeria with 80 000 t (+27%), Argentina with 37 500 t (+74%), Jordan and Egypt with 25 000 t respectively, which in both cases would be a 25% increase, while output is expected to remain stable or decrease slightly in other member countries.

World consumption could reach 2 889 000 t, which would be a 5% increase compared to the previous crop year. Upcoming Newsletters will provide further information regarding the forecasts for this crop year.



(c) Table olives - estimates 2017/18

World production for the 2017/18 crop year is estimated at 2 951 500 t. If this tonnage is confirmed, it would be a record figure, up by 3% or 88 500 t from the previous season. This increase in production is driven by good harvests in certain IOC member countries such as Egypt, which expects to produce 650 000 t, up by 30% compared to the previous crop year, Turkey with 450 000 t (+4%), Greece with 235 000 t (+31%), Morocco with 120 000 t (+9%), Argentina with 105 000 t (+10%), Jordan with 35 000 t (+52%) and Tunisia with 28 000 t (+27%). A decrease of 5% is however forecast in Spain and of 20% in Algeria, while production in the other member countries should remain steady or decrease slightly. Consumption is expected to remain at the same level as the previous crop year.

I. WORLD TRADE IN OLIVE OIL AND TABLE OLIVES

1. OLIVE OIL - 2016/17

Imports in olive oil and olive pomace oil in the first ten months of this crop year (October 2016 – July 2017) in the eight markets in the table below point to an increase of 25% in Brazil; 20% in Australia; 10% in China; 8% in Russia; 1% in Canada, and stable figures in Japan. In the United States, however, imports decreased by 5% compared to the previous crop year.

EU figures¹ for the first nine months of the current crop year (October – June 2017) indicate that intra-EU acquisitions increased by 5% and extra-EU imports decreased by 6% compared to the same period the previous year.

Olive oil imports (including olive-pomace oils) (t)

No	Importing country	October 15	October 16	November 15	November 16	December 15	December 16	January 16	January 17	February 16	February 17	March 16	March 17	April 16	April 17	May 16	May 17	June 16	June 17	July 16	July 17
1	Australia	1717.8	2295.4	1818.9	3529.7	1265.9	2512.7	2065.8	3516.9	2109.3	2376.7	2868.5	2206.4	2324.4	2225.4	3119.8	2428.2	2384.0	1786.1	1635.9	2701.1
2	Brazil	5529.5	5232.9	4853.6	6844.5	2689.6	7652.5	4394.6	4363.3	3169.2	3930.6	2660.4	3930.6	4079.5	5397.1	3915.1	4496.4	4150.9	3971.8	4735.2	4243.8
3	Canada	3092.5	3580.2	2875.6	4873.0	3193.2	2883.7	3015.8	3222.4	3835.0	2842.6	3745.1	4200.9	3883.2	3882.6	3659.8	4068.8	3618.7	2720.7	3072.6	2177.6
4	China	3106.7	4188.8	3219.6	4875.6	6015.2	4928.6	3067.6	2776.8	1501.0	1852.0	3680.2	2410.9	2575.8	2579.0	3052.6	3036.7	2215.7	2335.4	4900.3	4253.8
5	Japan	4492.0	3718.0	3791.0	5987.0	3097.0	3395.0	3402.0	4007.0	3916.0	3034.0	4876.0	4328.0	5608.0	4829.0	6437.0	6697.0	4896.0	4813.0	5593.0	5215.2
6	Russia	1785.8	2141.1	2084.0	2266.8	1940.6	1745.7	1390.1	1325.9	1765.0	1800.0	2424.1	2354.0	2652.6	2504.4	1735.9	2326.3	1776.6	2442.0	2285.7	nd
7	USA	28580.0	22315.9	20324.3	29150.7	23627.0	21996.1	26922.3	30428.7	22368.4	20021.8	35723.2	23209.0	25427.8	33968.4	34172.1	28045.4	32210.2	26623.2	22610.4	26375.6
8	Extra-EU/27	17568.3	7774.5	8433.7	8827.0	10600.9	23950.8	8787.2	3177.8	11346.1	9111.2	12666.1	8328.9	5493.6	5755.2	7738.3	6587.2	6948.0	10545.6	6067.2	nd
	Intra-EU/27	65823.0	81875.5	81263.5	93162.0	112768.4	113387.6	96573.4	93291.0	102171.0	118311.2	89644.1	109296.6	88969.7	78684.8	89708.5	87367.5	96192.2	87854.6	91112.7	nd
	Total	131695.6	133122.3	128664.2	163016.3	165197.8	182452.7	149618.8	146109.8	152181.0	163280.1	158287.7	160265.3	141014.6	139825.9	153539.1	145053.5	154392.3	143092.4	142013.0	

2. TABLE OLIVES - 2016/17

In the first eleven months of the 2016/17 crop year² (September 2016 – July 2017) in the five markets listed in the table below, imports increased by 18% in Brazil and 6% in Australia; they however decreased by 5% in Canada and by 2.5% in the United States compared to the same period of the previous crop year.

EU³ figures for the first ten months of the 2016/17 crop year (September 2016 – June 2017) indicate that intra-EU acquisitions increased by 1% while extra-EU imports increased by 5% compared to the previous crop year.

Table Olive Imports (t)

No	Importing country	September 15	September 16	October 15	October 16	November 15	November 16	December 15	December 16	January 16	January 17	February 16	February 17	March 16	March 17	April 16	April 17	May 16	May 17	June 16	June 17	July 16	July 17
1	Australia	1376.0	1705.0	1156.0	1192.0	1469.0	1943.0	1682.0	1479.0	1355.0	1196.0	1116.0	1144.0	1875.0	1426.9	1505.0	1452.0	1387.0	2088.0	1226.0	1257.0	1208.0	1394.0
2	Brazil	7394.7	10420.7	7793.4	7994.2	9311.3	10718.4	8834.9	11311.1	6034.8	9330.4	7737.9	8466.5	8273.8	10043.1	7701.3	7091.6	7789.3	9218.2	9137.3	10592.5	8373.0	9459.7
3	Canada	2186.0	2237.0	2636.0	2225.0	3090.0	3037.0	3003.0	2864.0	1494.0	1790.0	1843.0	1943.0	2738.0	2170.0	2280.0	2505.0	2821.0	2269.0	3188.0	2539.0	2088.0	2483.0
4	USA	12256.0	13398.0	12738.0	11758.0	11635.0	12898.0	11997.0	10549.0	8133.0	10139.0	11348.0	9256.0	15441.0	12894.0	11179.0	11852.0	12329.0	12461.0	13725.0	12028.0	12948.0	13143.0
5	Extra-EU/27	5972.3	6570.8	6386.7	6858.6	7133.3	7302.6	7836.3	8074.8	7633.0	8325.0	7568.4	7249.3	8731.2	9501.1	10433.6	9844.1	9244.4	9657.6	8631.0	9900.7	6885.8	nd
	Intra-EU/27	26220.1	24999.2	30114.0	29334.5	31646.4	30830.4	30882.0	27758.6	21716.1	20986.6	22609.5	24319.3	26037.7	28196.3	24834.6	24723.0	26388.9	29038.1	28095.8	30217.1	29515.6	nd
	Total	55405.1	59330.7	60824.1	59362.3	64285.0	66729.4	64235.2	62036.5	46365.9	51767.0	52222.8	52378.1	63096.7	64231.4	57933.5	57467.7	59959.6	64731.9	64003.1	66434.3	61018.4	

¹ EU data for July 2017 were not available at the time of writing.

² According to the new provisions of the International Agreement on Olive Oil and Table Olives, 2015, which came into force on 1 January 2017, "table olive crop year" means the period of twelve months from 1 September of one year to 31 August of the next. Under the 2005 Agreement, the crop year for table olives was the same as that for olive oil (October to September).

³ EU data for July 2017 were not available at the time of writing.



II. PRODUCER PRICES – OLIVE OIL

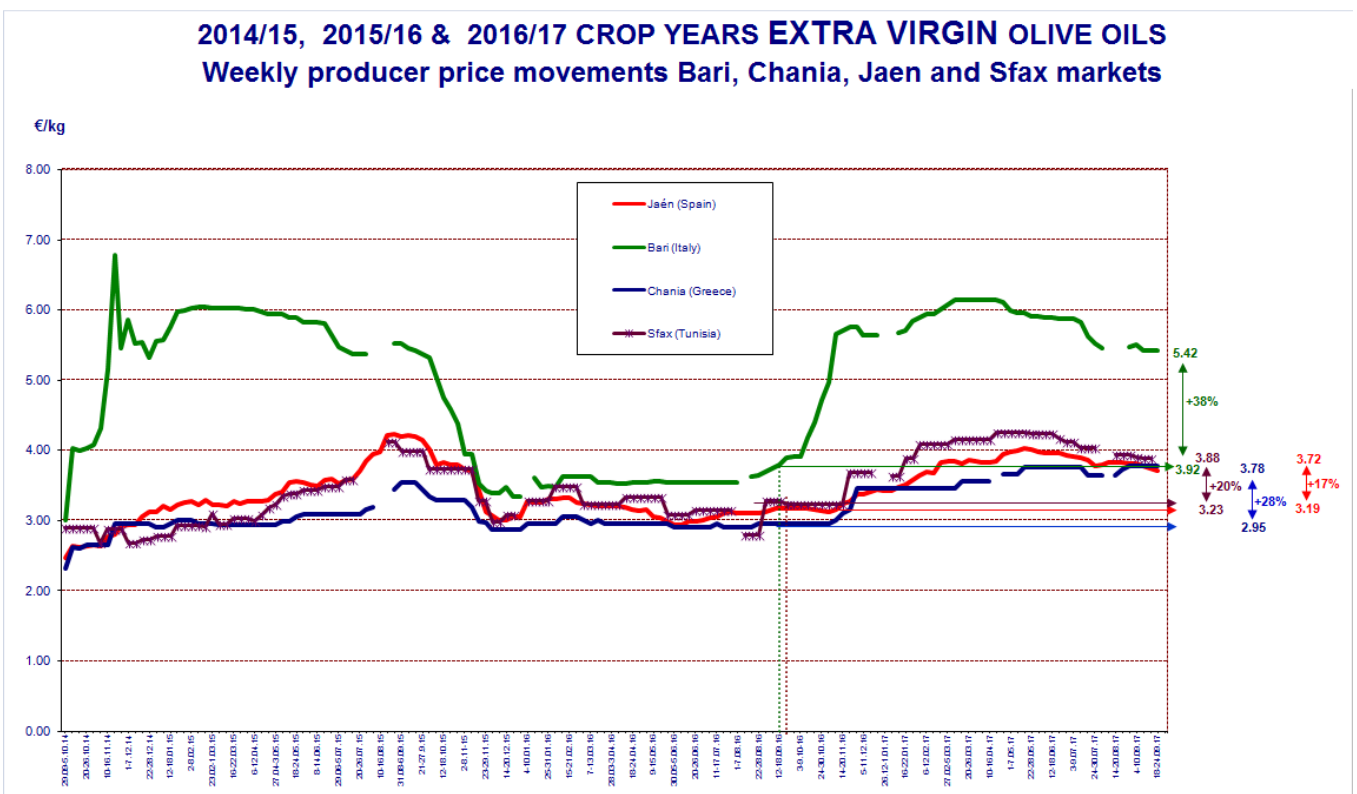
Graph 1 tracks the weekly movements in the prices paid to producers for extra virgin olive oil in the top three EU producing countries and in Tunisia, while graph 3 shows the weekly changes in producer prices for refined olive oil in the three main EU producer countries. Monthly price movements for these categories are given in Graphs 2 and 4.

Extra virgin olive oil – Producer prices in Spain have slightly decreased over the last few weeks, coming in at **€3.72/kg** in the second-to-last week of **September 2017**, which is a 17% increase compared to the same period the previous year. A comparison of this price with the maximum price in the third week of August 2015 (€4.23/kg) indicates a 12% decrease (Graph 1).

Italy – Prices in Italy have tapered off in recent weeks, coming in at **€5.42/kg** in mid-September 2017, which is a 38% year-on-year increase. Graph 2 shows the monthly price movements of the extra virgin olive oil category in recent crop years.

Greece – The prices in Greece have remained stable in recent weeks, coming in at **€3.78/kg**, which is a 28% increase compared to the same period the previous year.

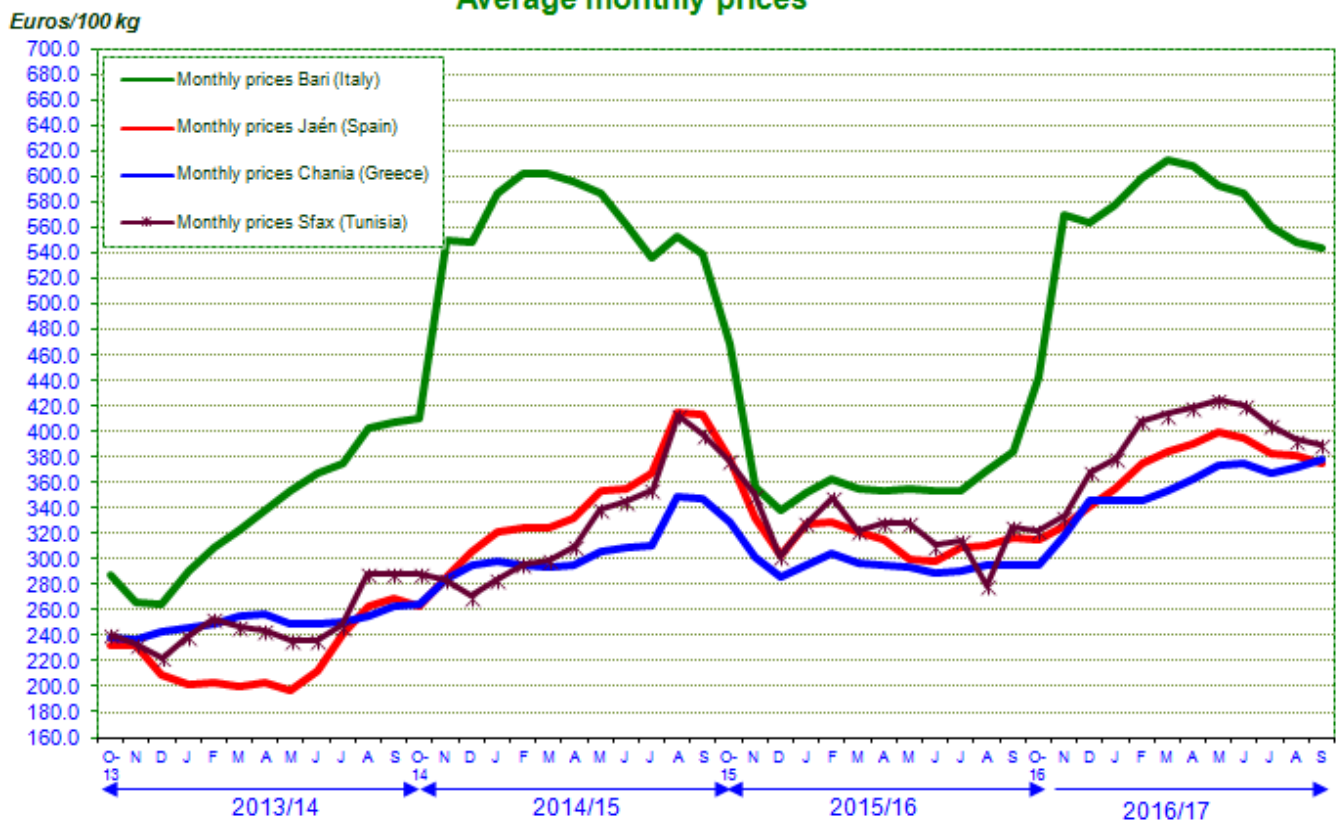
Tunisia – Prices in Tunisia, following a period of stability from mid-April to mid-June, decreased slightly in recent weeks coming in at **€3.88/kg** in mid-September 2017 for a 20% year-on-year increase.



Graph 1



MOVEMENTS IN PRODUCER PRICES EXTRA VIRGIN OLIVE OIL Average monthly prices



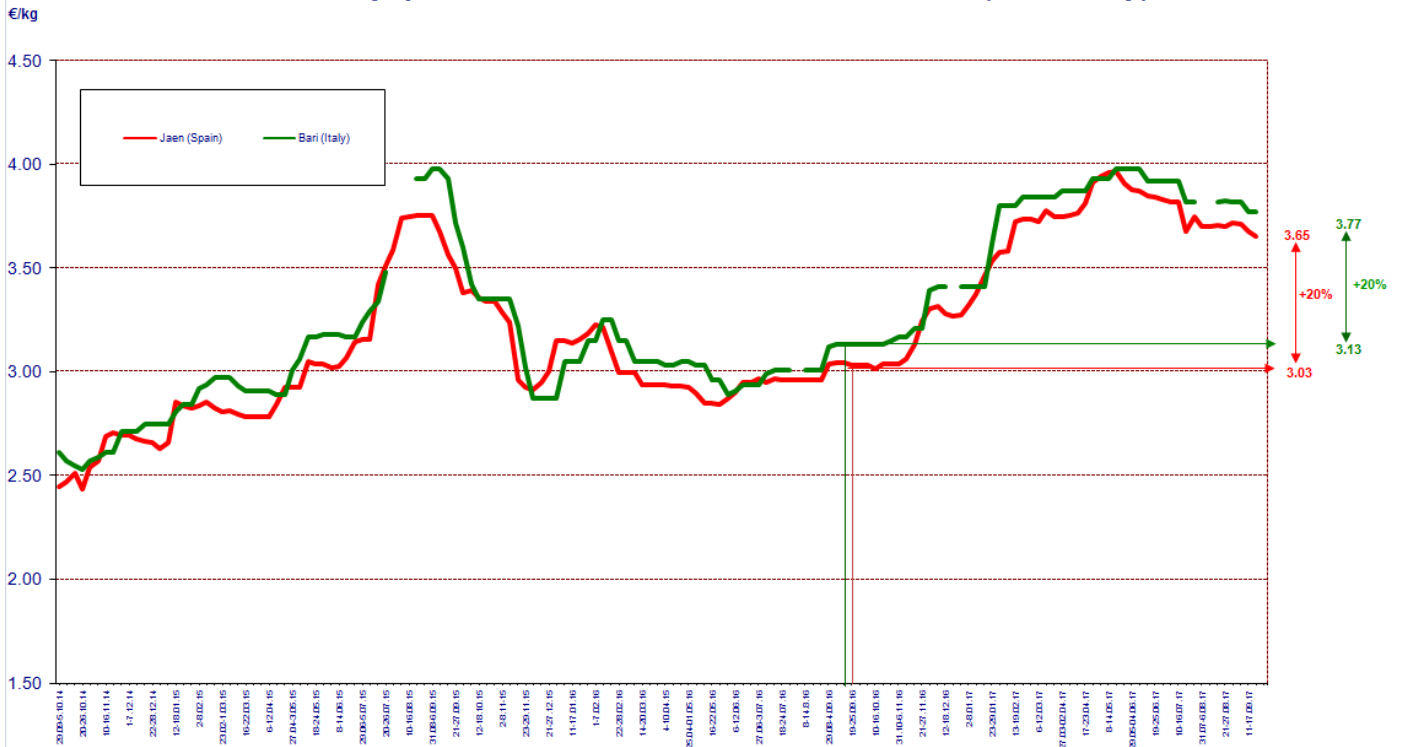
Graph 2

- **Refined olive oil:** Producer prices for refined olive oil in Spain and Italy generally follow the same trend as the prices for extra virgin olive oil. The price in **Spain** in September 2017 stood at **€3.65 /kg**, up by 20% compared to the same period the previous year. In **Italy** it reached **3.77€/kg**, for a 20% year-on-year increase. No price data are available for this product category in Greece.

In mid-September 2017, the price difference in Spain between refined olive oil (€3.65/kg) and extra virgin oil (€3.72/kg) was of €0.07/kg. In Italy, the price difference between the two categories was greater than in Spain at €1.65/kg (Graph 3).

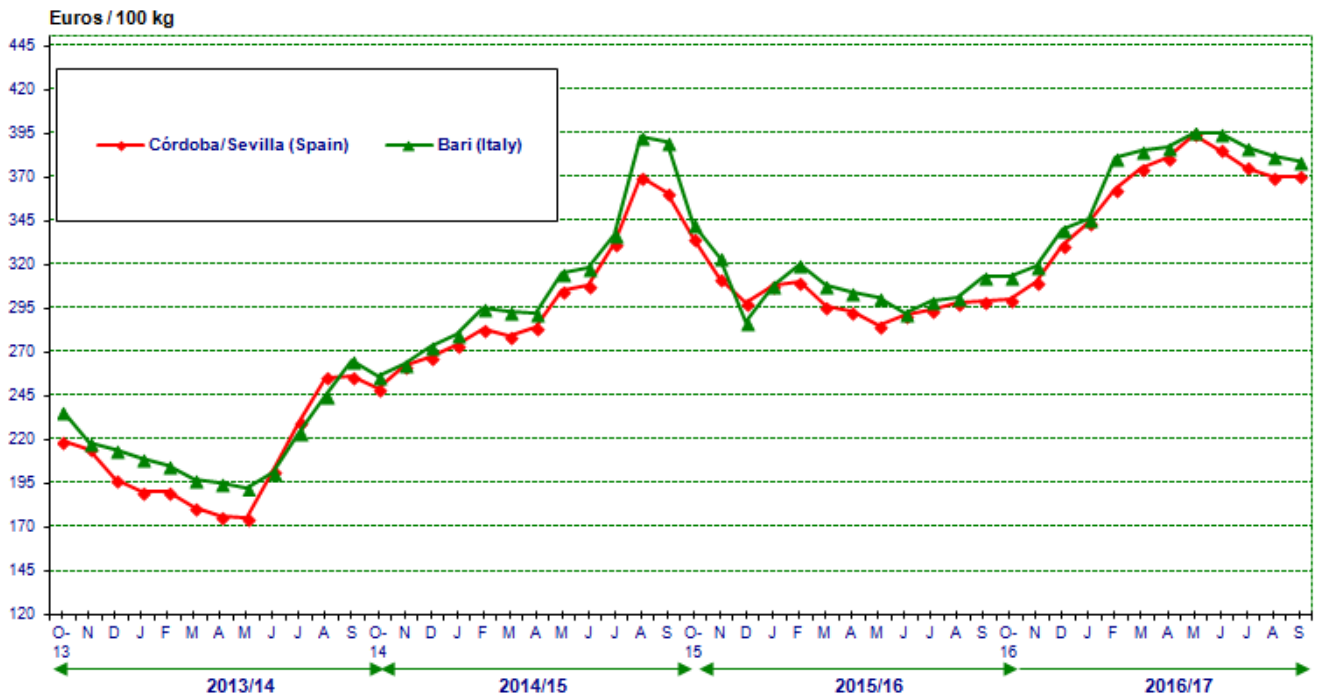


2014/15, 2015/16 & 2016/17 CROP YEARS REFINED OLIVE OILS
Weekly price movements Bari and Jaen markets (ex-refinery)



Graph 3

MOVEMENTS IN PRODUCER PRICES
REFINED OLIVE OIL
Average monthly prices



Graph 4



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