

OILS & FATS SECTOR IN EGYPT

INTRODUCTION

- Egypt's production of edible vegetable oils has been suffering several challenges. During the early sixties, Egypt used to be self-sufficient in edible vegetable oils, where self-sufficiency ratio reached 95%. Then declined to reach a lowest of 30% in 2014
- Egypt total imports of Palm Oil 800,000 T in 2014
- Egypt suffers a severe shortage in the production of oilseeds
- Actually Egypt is relying on imported raw materials
- Cotton, soybean and sunflower are the main domestic production of oil crops



CONSUMPTION

Vegetable oils in Egypt are consumed in different forms: liquid, hydrogenated, artificial ghee

- Annual oil consumption is about 1.9 million tons
- Annual Per capita consumption is about 23 kg



CHALLENGES

Challenges facing the Edible Oils Sector

- Informal Industries
- Lack of continuity in several export countries
- Lack of enough storage capacity
- Bank Delay of hard currency transfer required for raw materials

Challenges facing the Cultivation of Oil Crops

- Limited cultivated area
- Scarcity of water resources
- Low return on cultivation of oil crops
- Low expected income comparing to other crops

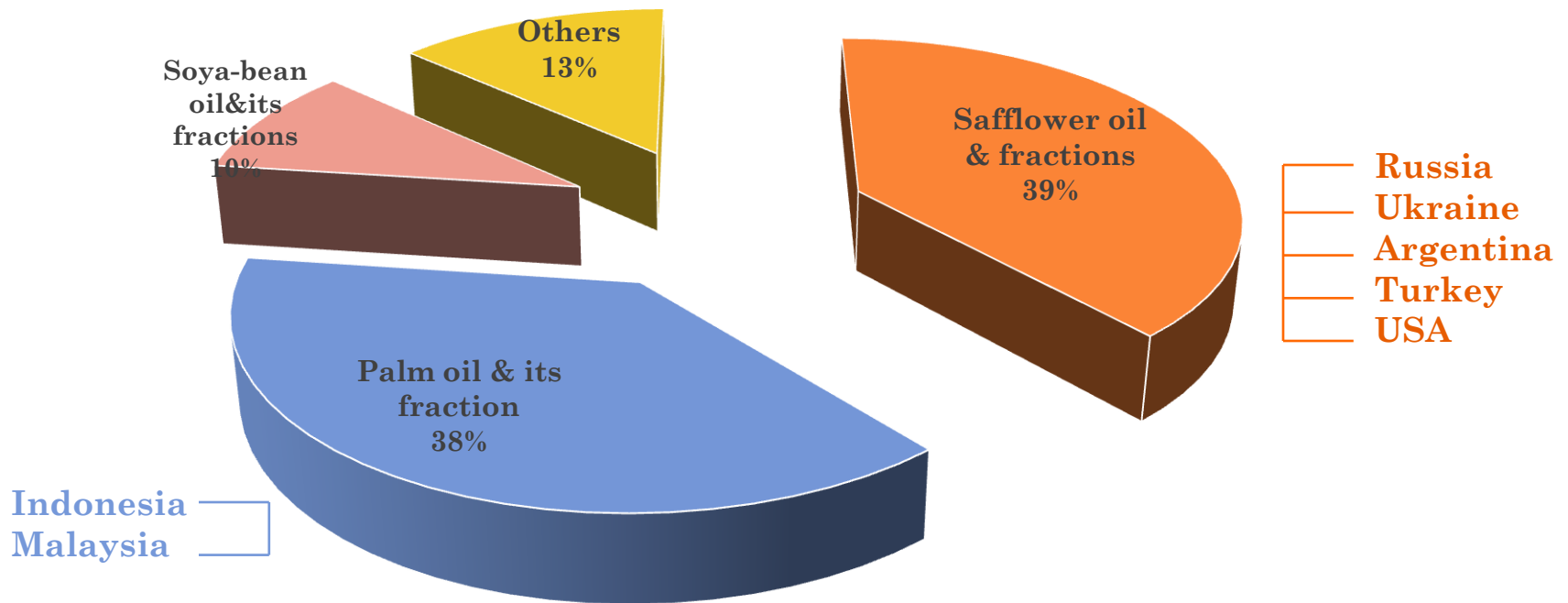


PRODUCTION 1000 T

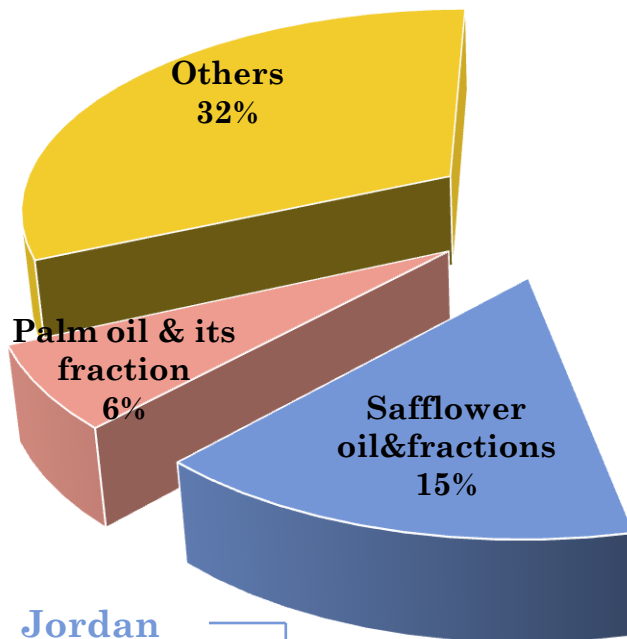
	14/15F	2014	2013	2012	2011	2010
Soybean oil	307.8	299.4	286.9	309.8	309.2	273.5
Cotton oil	25.6	23.1	20.3	26.2	28.6	22.7
Sunfloweroil	28	25.5	17.5	32.6	29.1	19.8



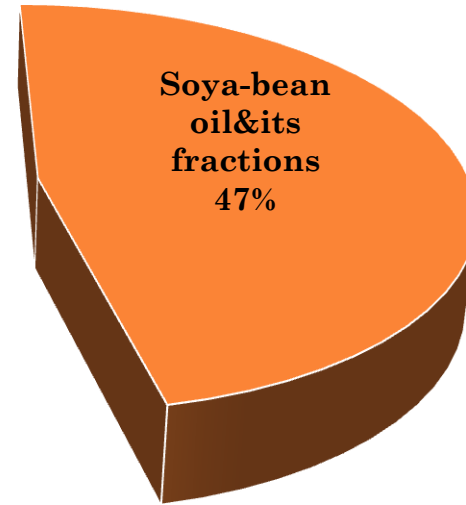
IMPORTS 2014



EXPORTS 2014



- Jordan
- Palestine
- Syria
- Libya
- Lebanon



- Morocco
- Pakistan
- Jordan
- UAE
- Lebanon



TRENDS

- Cooking fat is not growing as fast as oil due to price level. Furthermore, there are branded and unbranded blended oils which are more affordable than seed oil and ghee.
- It is expected that unbranded blended oil to grow due to price increase of branded products. Limited income will force families to rationalize consumption.



EGYPTIAN OILS & FATS MARKET

Egypt is a potential market for Oil due to:

- Growing population
- Insufficient oils and fats production
- Fast growing food industries
- Available infrastructure
- Trade agreements
- Encouraging import tariff structure
- Unique geographical location which can position Egypt as a transit Hub
- Plan to reclaim 1.5 M acres (1st phase) & creation of Agro-Industrial parks
- Egypt to be a logistic hub for oil trading in the area

