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Spain

Citrus

Semi Annual

2004

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Report Highlights: Spain's 2003/004 orange, lemon and tangerine crops reached record levels of production. As a consequence, total citrus exports could reach a record 3.6 million tons by the end of the MY. The EU's recent "reform" of its cotton regime could result in a shift of land from cotton to citrus production in the south of Spain.

Includes PSD Changes: Yes
Includes Trade Matrix: No
Semi-Annual Report
Madrid [SP1]
[SP]

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Executive Summary

Production

The Ministry of Agriculture forecasts Spain's MY 2003/2004 citrus crop at about 6.3 million tons, up 8.5 percent from last year. This forecast reflects record production for tangerines (primarily clementines), oranges and lemons.

The EU's new policy for cotton, which decouples 65 percent of the direct payments received by cotton farmers, could result in new increases in the citrus area. Most cotton area –some 92,000 hectares- is irrigated and is highly suitable for citrus groves. Since cotton farmers will receive a “decoupled” payment of about €1,000 per hectare regardless of what they produce, many may shift production from cotton to more profitable citrus.

Spanish Citrus Production - 2003/04 (Forecast) (1,000 tons)						
	Sweet Oranges	Tangerines	Lemons	Grapefruit	Bitter Oranges	TOTAL
Valencia	1802	1729	351	4		3886
Murcia	179	60	545	25		809
Andalucia	1031	186	158	12	16	1403
Catalonia	42	103	1			146
Balearic Is.	20	2	2			24
Others	17	1	3			21
TOTAL	3091	2081	1060	41	16	6289

Spanish Citrus Production - 2002/2003 (1,000 tons)						
	Sweet Oranges	Tangerines	Lemons	Grapefruit	Bitter Oranges	TOTAL
TOTAL	2867	1952	920	37	18	5794

Precipitation has been about average in most of citrus area during the winter. Low temperatures during February and March 2004 have been helpful in controlling diseases for most orchards; however, a late frost at the end of March may cause losses in extra-early tangerines in MY 2004/05. Additional measures have been taken to control Mediterranean fruit flies on both citrus and deciduous fruits.

Large investments in two new orange juice plants should raise orange juice output over the next few years.

The PSD tables for fresh oranges and orange juice have been updated with information from the Ministry of Agriculture and EU Commission to include the amount of oranges delivered

to processors. The number for domestic consumption is residual, including fresh squeezed juices, loss in weight during trading and marketing and other losses. The consumption of fresh squeezed juices has risen in the last few years.

Trade

The record production in MY 2003/04 is expected to result in record exports, perhaps reaching 3.6 million tons. Spanish clementine exports to the U.S. amounted to 69,445 tons during the period September 2003/January 2004. According to trade sources, the accessions of ten new countries to the EU could provide new markets for Spanish citrus exports in the next few years.

Note: \$1 = € 0.83

PSD Tables

Oranges

PSD Table

Country	Spain						UOM
	Fresh Oranges						
Commodity	2001	Revised	2002	Estimate	2003	Forecast	
	USDA Official [	Estimate [DA	Official [	Estimate [DA	Official [	Estimate [New]	
Market Year Begin	11/2001		11/2002		11/2003		MM/YYYY
Area Planted	135000	140000	135500	142000	136000	136000	(HECTARES)
Area Harvested	125000	130000	126000	132000	126000	126000	(HECTARES)
Bearing Trees	0	0	0	0	0	0	(1000 TREES)
Non-Bearing Trees	0	0	0	0	0	0	(1000 TREES)
TOTAL No. Of Trees	0	0	0	0	0	0	(1000 TREES)
Production	2822	2822	2867	2867	2996	3091	(1000 MT)
Imports	98	100	110	151	120	100	(1000 MT)
TOTAL SUPPLY	2920	2922	2977	3018	3116	3191	(1000 MT)
Exports	1505	1562	1450	1434	1566	1600	(1000 MT)
Fresh Dom. Consumption	750	888	887	1013	890	941	(1000 MT)
Processing	665	472	640	571	660	650	(1000 MT)
TOTAL DISTRIBUTION	2920	2922	2977	3018	3116	3191	(1000 MT)

Orange Juice

PSD Table

Country	Spain		65 Degrees Brix				UOM
	Juice, Orange		(MT)				
Commodity	2001	Revised	2002	Estimate	2003	Forecast	MM/YYYY
	USDA Official [	Estimate [D]	USDA Official [	Estimate [D]	USDA Official [	Estimate [New]	
Market Year Begin	11/2001		11/2002		11/2003		
Deliv. To Processors	665000	472000	640000	571000	660000	650000	(MT)
Beginning Stocks	1000	1000	2000	1000	1000	1000	(MT)
Production	58000	41167	56000	49800	58000	56700	(MT)
Imports	27000	27000	27000	37440	27000	30000	(MT)
TOTAL SUPPLY	86000	69167	85000	88240	86000	87700	(MT)
Exports	55000	55000	56000	78580	57000	73000	(MT)
Domestic Consumption	29000	13167	28000	8660	28000	13700	(MT)
Ending Stocks	2000	1000	1000	1000	1000	1000	(MT)
TOTAL DISTRIBUTION	86000	69167	85000	88240	86000	87700	(MT)

Tangerines

PSD Table

Country	Spain						
	Fresh Tangerines						
Commodity	(HECTARES)			(1000 TREES)			(1000 MT)
	2001	Revised	2002	Estimate	2003	Forecast	UOM
Market Year Begin	USDA Official [	Estimate [	DA Official [	Estimate [	DA Official [	Estimate [New]	
	11/2001		11/2002		11/2003	MM/YYYY	
Area Planted	112000	104000	114000	106000	116000	116000	(HECTARES)
Area Harvested	96000	95000	98000	97000	100000	100000	(HECTARES)
Bearing Trees	0	0	0	0	0	0	(1000 TREES)
Non-Bearing Trees	0	0	0	0	0	0	(1000 TREES)
TOTAL No. Of Trees	0	0	0	0	0	0	(1000 TREES)
Production	1655	1800	1952	1952	2020	2081	(1000 MT)
Imports	5	4	5	4	9	4	(1000 MT)
TOTAL SUPPLY	1660	1804	1957	1956	2029	2085	(1000 MT)
Exports	1252	1262	1400	1422	1450	1500	(1000 MT)
Fresh Dom. Consumption	201	290	313	291	329	300	(1000 MT)
Processing	207	252	244	243	250	285	(1000 MT)
TOTAL DISTRIBUTION	1660	1804	1957	1956	2029	2085	(1000 MT)

Lemons

PSD Table

Country	Spain						
	Fresh Lemons						
Commodity	(HECTARES)			(1000 TREES)			(1000 MT)
	2001	Revised	2002	Estimate	2003	Forecast	UOM
Market Year Begin	USDA Official [	Estimate [	DA Official [	Estimate [	DA Official [	Estimate [New]	
	11/2001		11/2002		11/2003	MM/YYYY	
Area Planted	45000	43000	45200	43000	45300	45300	(HECTARES)
Area Harvested	42000	41500	42500	41500	43000	43000	(HECTARES)
Bearing Trees	0	0	0	0	0	0	(1000 TREES)
Non-Bearing Trees	0	0	0	0	0	0	(1000 TREES)
TOTAL No. Of Trees	0	0	0	0	0	0	(1000 TREES)
Production	1037	1037	920	920	1048	1066	(1000 MT)
Imports	41	41	50	60	30	40	(1000 MT)
TOTAL SUPPLY	1078	1078	970	980	1078	1106	(1000 MT)
Exports	506	506	610	500	660	566	(1000 MT)
Fresh Dom. Consumption	368	363	161	281	198	340	(1000 MT)
Processing	204	209	199	199	220	200	(1000 MT)
TOTAL DISTRIBUTION	1078	1078	970	980	1078	1106	(1000 MT)