

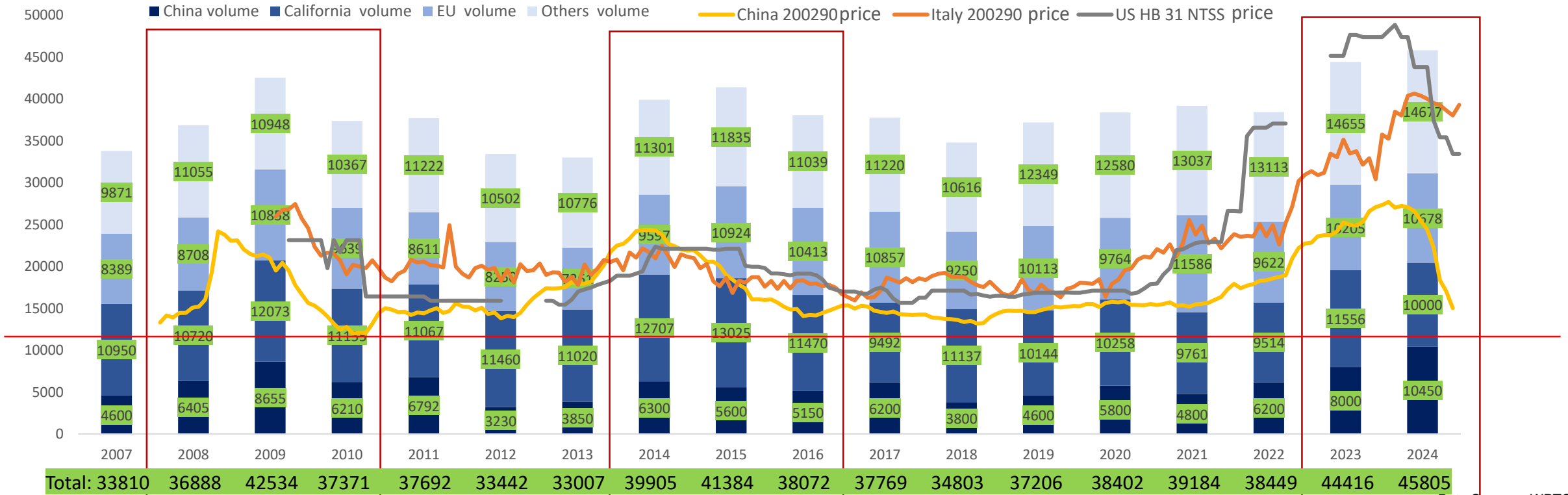
Outlook for 2025 in China

Dec 4, 2024

Review

- **Three cycles from 2007 to 2024: the first started from 2009, the second started from 2014 and the latest started from 2024.**
- **2009 cycle: 2009 vs 2008**
Italy: the volume rose by 215 tons, and the price dropped by \$394 (from \$1277 to \$883).
USA: the volume went up 135 tons, and the price dropped by \$309 (from \$1093 to \$784).
China: the volume grew by 225 tons, and the price dropped by \$522 (from \$1137 to \$615).
- **2024 cycle: price drop much faster than the previous two cycles.**
- **Main reason: 1. Supply highly exceeds demand. 2. inventory increases.**

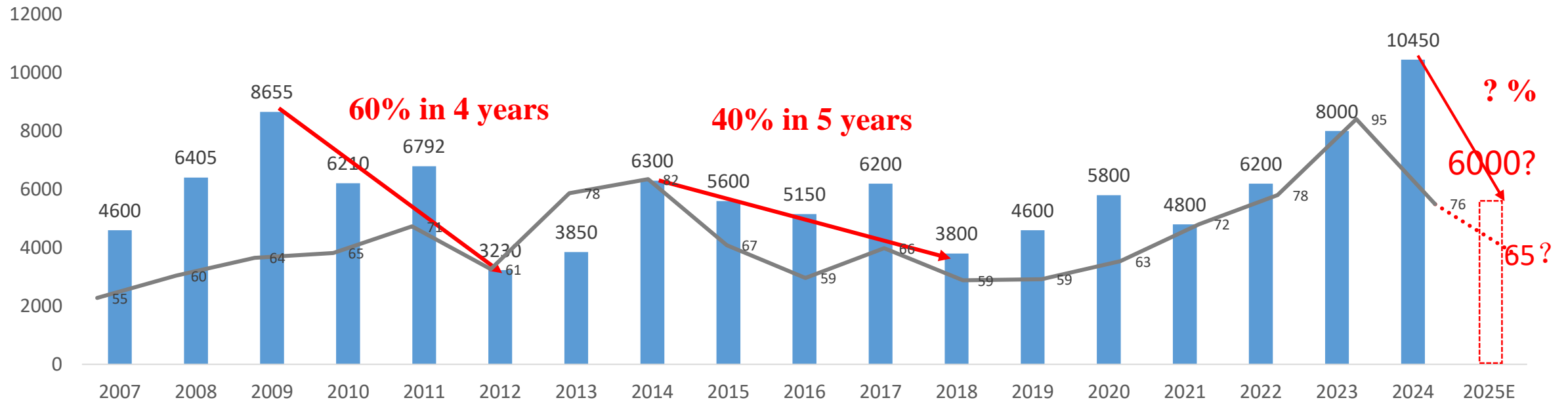
The processing volume and price (Unit:1000 tons)



Outlook for 2025

- Because of the market, processors are not willing to pay high price to farmers.
- Therefore, it is estimated the planting area, volume and price will be much less than 2024.

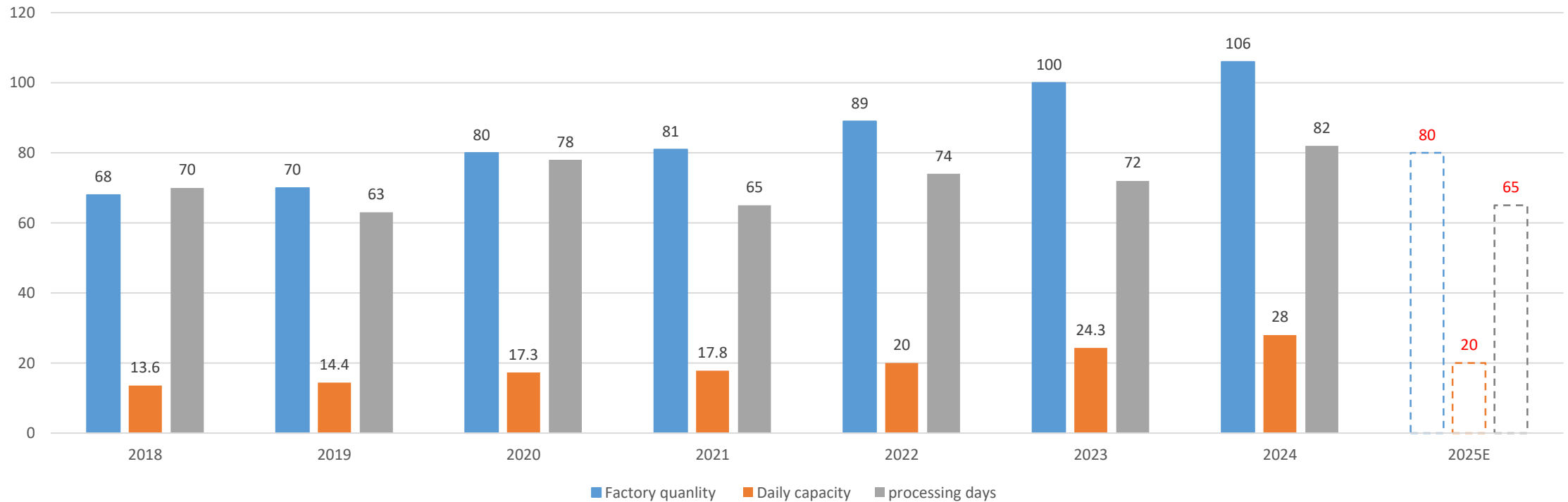
The volume and the raw material price 2025
(Unit: 1000 tons, USD/mt)



Outlook for 2025

➤ It is estimated the quantity of running factories and the daily capacity is much less than 2024, and the season will be shorter.

The processing capacity



THANK YOU!