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Required Report - public distribution

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Morocco

Citrus Annual

Morocco Expects Record Citrus Production in MY2018/19

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Report Highlights:

With the majority of the harvest now complete, Post expects Morocco's citrus production for MY 2018/19 to reach an estimated 2.6 million metric tons, increasing 18 percent over the previous marketing year. Tangerine/mandarin production should increase by 14 percent over the previous year to 1.35 MMT, while orange production should increase by 18 percent to 1.2 MMT and lemon/lime production to reach 45,000 MT. Much of the increase in production is due to favorable weather conditions and increases in the area harvested as younger trees begin to bear fruit. Tangerine/mandarin exports should total about 585,000 MT while orange exports should reach around 190,000 MT.

Tangerines/Mandarins, Fresh

Production: Post forecasts Morocco's tangerine/mandarin production for MY 2018/19 at 1.35 MMT, an increase of 14 percent compared to MY 2017/18 due to favorable weather. Post also revised MY 2017/18 production numbers based on final official data.

Consumption: Post forecasts tangerine/mandarin domestic consumption at 765,000 MT in MY2018/19, an increase of 18 percent over 2017/18 to more closely follow per capita consumption trends. Post also updates MY 2017/18 fresh domestic consumption reflecting remaining available supply in the balance sheet after accounting for year-end trade data.

Trade: Post projects tangerine/mandarin exports for MY 2018/19 to reach 585,000 MT, 9 percent more than MY 2017/18 due to increased supplies. Russia and the European Union remain Morocco's primary export destinations. Post also updates MY17/18 exports based on year end trade data. Exports to the United States increased by 30%, aided by regained market access for Morocco's Berkane region.

Tangerine/Mandarin Exports (1,000 MT) by Marketing Year (Sep-Aug)

| Partner Country | 2013/14 | 2014/15 | 2015/16 | 2016/17 | 2017/18 | % Change |
|--------------------|----------------|----------------|----------------|----------------|----------------|--------------|
| Russia | 284,041 | 139,339 | 188,023 | 205,389 | 205,091 | -0.15% |
| EU | 112,416 | 104,057 | 141,516 | 166,659 | 166,299 | -0.22% |
| Canada | 48,080 | 40,155 | 58,886 | 63,199 | 67,800 | 7.28% |
| United States | 41,542 | 45,016 | 38,549 | 42,804 | 55,561 | 29.80% |
| Sub-Saharan Africa | 3,360 | 8,373 | 25,328 | 26,017 | 25,817 | -0.77% |
| Middle East | 8,025 | 8,958 | 12,692 | 9,925 | 15,678 | 57.96% |
| Other | 3,449 | 1,024 | 976 | 1,947 | 2,904 | 49.15% |
| Total | 500,915 | 346,917 | 465,995 | 515,913 | 539,150 | 4.50% |

Source: Office des Changes

Production, Supply & Distribution

| Tangerines/Mandarins, Fresh | 2016/2017 | | 2017/2018 | | 2018/2019 | |
|-------------------------------------|------------------|-------------|------------------|-------------|------------------|-------------|
| Market Begin Year | Sep 2016 | | Sep 2017 | | Sep 2018 | |
| Morocco | USDA Official | New Post | USDA Official | New Post | USDA Official | New Post |
| Area Planted | 63,420 | 63,420 | 64,516 | 64,516 | 0 | 65,300 |
| Area Harvested | 55,167 | 55,167 | 57,321 | 57,321 | 0 | 58,050 |
| Bearing Trees | 19,800 | 19,800 | 19,850 | 19,850 | 0 | 19,900 |
| Non-Bearing Trees | 6,730 | 6,730 | 6,750 | 6,750 | 0 | 6,800 |
| Total No. Of Trees | 26,530 | 26,530 | 26,600 | 26,600 | 0 | 26,700 |
| Production | 1,278 | 1,278 | 1,200 | 1,185 | 0 | 1,350 |
| Imports | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Supply | 1,278 | 1,278 | 1,200 | 1,185 | 0 | 1,350 |
| Exports | 516 | 516 | 538 | 539 | 0 | 585 |
| Fresh Dom. Consumption | 762 | 762 | 662 | 646 | 0 | 765 |
| For Processing | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Distribution | 1,278 | 1,278 | 1,200 | 1,185 | 0 | 1,350 |
| (HECTARES) ,(1000 TREES) ,(1000 MT) | | | | | | |

Oranges, Fresh

HS-080510

Consumption: Post forecasts MY 2018/19 domestic consumption of fresh oranges at 950,000 MT an increase of 14 percent due to high production. According to industry contacts, many farmers had to dump their products in local markets, causing prices to drop to their lowest levels. Post also updates domestic consumption for MY 2017/18, based on available remaining supplies following year-end trade figures.

Orange Exports (MT) by Marketing Year (Oct-Sep)

Source: Office des Changes

| Oranges, Fresh | 2016/2017 | | 2017/2018 | | 2018/2019 | |
|-----------------------------------|--------------------------|---------------------|--------------------------|---------------------|--------------------------|---------------------|
| Market Begin Year | Oct 2016 | | Oct 2017 | | Oct 2018 | |
| Morocco | USDA Official | New Post | USDA Official | New Post | USDA Official | New Post |
| Area Planted | 57,040 | 57,040 | 57,255 | 57,255 | 0 | 58,750 |
| Area Harvested | 52,185 | 52,185 | 52,750 | 52,750 | 0 | 53,500 |
| Bearing Trees | 16,900 | 16,900 | 16,950 | 16,950 | 0 | 17,000 |
| Non-Bearing Trees | 1,585 | 1,585 | 1,590 | 1,590 | 0 | 1,595 |
| Total No. Of Trees | 18,485 | 18,485 | 18,540 | 18,540 | 0 | 18,595 |
| Production | 1,037 | 1,037 | 1,025 | 1,021 | 0 | 1,200 |
| Imports | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Supply | 1,037 | 1,037 | 1,025 | 1,025 | 0 | 1,200 |
| Exports | 165 | 165 | 165 | 144 | 0 | 190 |
| Fresh Dom. Consumption | 822 | 822 | 810 | 831 | 0 | 950 |
| For Processing | 50 | 50 | 50 | 50 | 0 | 60 |
| Total Distribution | 1,037 | 1,037 | 1,025 | 1,025 | 0 | 1,200 |

Orange Juice (65° brix basis)

HS-200911, 200912, 200919

Production: Post forecasts orange juice production for MY 2018/19 at 60,000 MT, 20 percent higher than MY 2017/18 based on industry contacts and supported by more available fruit for processing.

Consumption: Post forecasts MY 2018/19 domestic consumption at 3,800 MT up 33 percent over the previous season on higher available supplies. Post revised its estimate for MY2017/18 from 4,100 MT to 2,866 MT following year-end trade figures.

Trade: For MY 2018/19, Post forecasts orange juice exports to increase to 4,300 MT and imports lower to 2,100 MT on higher production. Note: Morocco began exporting significant volumes of frozen orange juice in MY 2017/18 to the Netherlands and France.

Orange Juice Imports by Source (MT @ 65°)

| Product | conv. factor | 2013/14 | 2014/15 | 2015/16 | 2016/17 | 2017/18 | % Change |
|-----------------------------|--------------|--------------|--------------|--------------|--------------|--------------|-------------|
| 2009.11: Frzn | 1.0154 | 829 | 333 | 1,957 | 1,851 | 1,159 | -37% |
| 2009.12: Not Frzn, ≤20 Brix | 0.1815 | 3 | 1 | 13 | 4 | 3 | -25% |
| 2009.19: Not Frzn, Other | 1 | 2,087 | 1,050 | 1,244 | 1,227 | 986 | -20% |
| Total (65° Basis) | | 2,919 | 1,384 | 3,213 | 3,082 | 2,148 | -30% |

Source: Office des Changes

Orange Juice Exports by Destination (MT @ 65°)

| Product | conv. factor | 2013/14 | 2014/15 | 2015/16 | 2016/17 | 2017/18 | % Change |
|-----------------------------|--------------|--------------|--------------|--------------|--------------|--------------|------------|
| 2009.11: Frzn | 1.0154 | 252 | 982 | 739 | 552 | 1,213 | 120% |
| 2009.12: Not Frzn, ≤20 Brix | 0.1815 | 11 | 66 | 11 | 1,114 | 1,146 | 3% |
| 2009.19: Not Frzn, Other | 1 | 3,969 | 2,568 | 2,156 | 2,115 | 1,923 | -9% |
| Total (65° Basis) | | 4,232 | 3,616 | 2,906 | 3,782 | 4,282 | 13% |

Source: Office des Changes

Orange Juice Production, Supply & Distribution

| Orange Juice | 2016/2017 | | 2017/2018 | | 2018/2019 | |
|----------------------|---------------|----------|---------------|----------|---------------|----------|
| Market Begin Year | Oct 2016 | | Oct 2017 | | Oct 2018 | |
| Morocco | USDA Official | New Post | USDA Official | New Post | USDA Official | New Post |
| Deliv. To Processors | 50,000 | 50,000 | 50,000 | 50,000 | 0 | 60,000 |
| Beginning Stocks | 0 | 0 | 0 | 0 | 0 | 0 |
| Production | 5,000 | 5,000 | 5,000 | 5,000 | 0 | 6,000 |
| Imports | 3,082 | 3,082 | 2,700 | 2,148 | 0 | 2,100 |
| Total Supply | 8,082 | 8,082 | 7,700 | 7,148 | 0 | 8,100 |
| Exports | 3,782 | 3,782 | 3,600 | 4,282 | 0 | 4,300 |
| Domestic Consumption | 4,300 | 4,300 | 4,100 | 2,866 | 0 | 3,800 |
| Ending Stocks | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Distribution | 8,082 | 8,082 | 7,700 | 7,148 | 0 | 8,100 |
| | | | | | | |

(MT)

HS-080550

Consumption: Post forecasts MY 2018/19 fresh domestic consumption at 28,000 MT, allowing for a slight increase in per capita consumption and no change in MY 2017/18.

Trade: Post projects lemon/lime exports for MY 2018/19 to reach 17,000 MT, 88 increase over MY 2017/18 based on available supplies.

| Partner Country | 2012/13 | 2013/14 | 2014/15 | 2015/16 | 2016/17 | 2017/18 | % Change |
|-----------------|---------------|---------------|--------------|--------------|---------------|--------------|-------------|
| Russia | 3,849 | 4,411 | 2,978 | 3,737 | 6,834 | 3,709 | -46% |
| EU28 | 1,595 | 1,527 | 1,272 | 3,217 | 1,757 | 861 | -51% |
| Canada | 97 | 827 | 1,052 | 82 | 990 | 502 | -49% |
| United States | - | 417 | 46 | - | - | 351 | - |
| Other | 7,582 | 7,821 | 2,135 | 2,280 | 3,307 | 3,362 | 2% |
| Total | 13,123 | 15,003 | 7,483 | 9,316 | 12,888 | 8,785 | -32% |

Source: Office des Changes

[illegible]

Commodities:

Select