

Idaho Grain Market Report, June 15, 2017

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Prices paid by Idaho Elevators delivered to warehouses in specified locations for barley and wheat on Wednesday, June 14, 2017. Barley prices in \$/Cwt. and wheat prices in \$/bu.

	Barley (Cwt.) FEED	MALTING	Wheat (bu.) Milling			
	48 lbs or better	Open market malting	#1 SWW	#1 HRW 11.5% pro	#1 DNS 14% pro	#1 HWW
Rexburg / Ririe	\$5.75		\$3.83	\$4.28	\$6.30	\$4.43
Idaho Falls		\$8.30 -8.33	\$3.75 nc 3.80	\$4.40 nc 4.45	\$6.30 nc 6.05	\$4.65
Blackfoot / Pocatello		\$6.50	\$3.75 nc 3.80	\$4.40 nc 4.45	\$6.30 nc 6.05	\$4.65
Grace / Soda Springs	\$5.50		\$3.80 nc 3.88	\$3.69 nc 3.92	\$6.16 nc 6.18	\$4.29 nc 4.32
Burley / Rupert	\$5.00		\$3.59 nc 3.69	\$3.82 nc 3.92	\$5.66 nc	\$4.57 nc
Hazelton					5.76	4.67
Twin Falls / Buhl / Jerome / Wendell	\$5.90-6.25 nc 5.90-6.15		\$3.73-3.50 nc 3.83-3.80	\$3.83 nc 3.89	\$6.08 nc 6.12	\$4.31 nc 4.37
Nampa – Weiser	\$5.25		NQ			
Nez Perce / Craigmont	\$4.25		\$4.06	\$4.55	\$6.51	
Lewiston	\$4.75		\$4.32	\$4.81	\$6.77	
Moscow / Genesee	\$4.25-4.85		\$4.09-4.23	\$4.58-4.77	\$6.54-6.79	\$4.77

Prices at Selected Terminal Markets, cash prices FOB

	#2 Feed 46 lbs. -- unit trains barge	Malting	#1 SWW	#1 HRW 11.5% Protein	#1 DNS 14% Protein	#1 HWW
Portland			Ord pro - \$4.68 - 4.91 Aug new crop \$4.83 - 4.92¼	\$5.32½ - 5.52½ Aug new crop \$5.45 - 5.55	\$7.27½ - 7.42½ Aug new crop \$7.24½ - 7.49½	
Los Angeles	\$8.70-9.00					
Tulare	\$8.70-9.00					
Ogden	\$6.20		\$3.95	\$4.02	\$6.45	\$4.65
Great Falls	\$4.60-4.75	\$6.75		\$4.45-4.51 (12%)	\$6.24-6.34	
Minneapolis	\$4.27			\$4.92½ (12%)	\$7.37½ -7.77½	

Market trends this week

BARLEY – Local feed barley and malting barley prices were steady this week. USDA reported no barley export sales last week and barley exports of 100 MT to Japan.

WHEAT – Local wheat prices were mostly higher this week: SWW prices ranged from minus 10 cents to plus 33 cents; HRW prices ranged from 11 to 46 cents higher; and DNS prices ranged from 14 to 45 cents higher. USDA reported export sales were below trade expectations at 373.4 TMT, down 19% from the previous week. Wheat export shipments last week were stronger at 624.4 TMT, up 11% from the previous week. Cumulative wheat exports in the new MY 2017/18 now total 25.7% of the USDA estimate for the year compared to a 5-year average of 24.8%.

Wheat Competitor / Buyer News – Strategie Grains lowered their EU soft wheat crop estimate by 1.1 MMT to 141.6 MMT due to dry hot conditions across key growing areas. Egypt made two large wheat purchases in the past week...360 TMT last weekend (Russia 240 TMT and Romania 120 TMT) and 300 TMT on Tuesday (Russia 180 TMT, Ukraine 60 TMT and Romania 60 TMT). Saudi Arabia purchased 805 TMT of optional origin hard wheat this week. Tunisia purchased 25 TMT optional origin wheat, while Jordan and Iraq passed on their recent tenders.

CORN – USDA reported corn export sales last week were below trade expectations at 600.7 TMT (plus MY 2017/18 sales of 13.5 TMT), up 72% from the previous year and up 25% from the 4-week average. Cumulative corn exports now total 96.6% of the USDA estimate for the year compared to a 5-year average of 95.3%. Corn export shipments last week totaled 992.3 TMT, down 18% from the previous week and down 23% from the 4-week average.

Ethanol corn usage – DOE's Energy Information Agency reported a rebound in U.S. ethanol production last week – up 3,000 bbls or 0.3% to 1.002 million bbls per day, which is up 1.1% from a year ago. Ethanol stocks increased by 2.6% last week to 22.54 million bbls, up more than 6% from the previous year. Weekly corn usage for ethanol remains very strong at 105.21 million bu and above the pace needed to reach the USDA estimate usage for MY 2016/17. Cumulative corn use for ethanol currently totals 4.31 billion bu.

Corn Competitor / Buyer News – Chinese corn prices posted a 2 month high on talk of production falling short of demand for the first time in 7 years amid expanding dryness across the North China Plains and lower planted acres. China was expected to offer 3.5 MMT of corn reserves for auction this week. South Korean corn end users were active buyers of optional corn this week.

Futures Market trends this week

WHEAT – Wheat markets opened the week sharply lower under pressure from rain across parched spring wheat areas over the weekend and continuing into this week. Wheat prices posted a strong rebound on Tuesday with spring wheat prices propelled to the highest level since January 2015 with support from a surprisingly sharp reduction in the spring wheat crop condition rating released Monday afternoon. Wheat settled mixed on Wednesday as good rain coverage continues across the Northern Plains this week. Wheat rebounded today (Thursday) on support from highly variable yield reports from Kansas and rising European wheat values due to hot conditions across France and Spain. **Wheat market closes on Thursday, 6/15/2017 ...**

	July 2017	Weekly Summary	Sept 2017	Weekly Summary	Dec 2017	Weekly Summary
CHI SRW	\$4.53 ³ / ₄	Up \$0.08	\$4.69	Up \$0.09	\$4.90 ¹ / ₂	Up \$0.09 ¹ / ₄
KC HRW	\$4.65 ¹ / ₄	Up \$0.13 ³ / ₄	\$4.83 ³ / ₄	Up \$0.14	\$5.08 ¹ / ₂	Up \$0.14 ¹ / ₄
MGE DNS	\$6.32 ¹ / ₂	Up \$0.26	\$6.39 ¹ / ₂	Up \$0.28 ¹ / ₂	\$6.35 ³ / ₄	Up \$0.27 ¹ / ₄

CORN – Corn finished down double digits on Monday after six consecutive days higher under pressure from forecasts calling for widespread beneficial rains this week and active farmer selling. Prices settled higher on Tuesday on steady buying and spillover support from wheat. Corn prices finished lower on Wednesday on ideas that widespread showers across the Midwest this week will boost crop ratings in the near term. Corn overcame early pressure from disappointing export sales report today (Thursday) to finish modestly higher on spillover support from wheat. **Corn futures contract closes on Thursday, 6/15/2017 ... July 2017 contract at \$3.79¹/₂, down \$0.08¹/₄ for the week, Sept. 2017 contract closed at \$3.87¹/₂, down \$0.08¹/₄ for the week and the Dec. 2017 contract closed at \$3.97³/₄, down \$0.08¹/₄ for the week.**

CRUDE OIL – Crude oil futures continued to see pressure this week U.S. crude oil stocks surprisingly jumped last week as refining edged off their previous week's record processing level - up 3.295 million bbls compared to an expected decline of 3.5 million bbls. Distillate stocks increased by 4.355 million bbls, compared to an expected increase of 281,000 bbls, while gasoline stocks increased by 3.324 million bbls, compared to an expected increase of 580,000 bbls. **Crude oil futures finished down \$2.02/bbl for the week to close at \$45.64/bbl.**

Weather / Crop Conditions –

U.S. – The PNW and Intermountain regions experienced widely scattered showers and warmer conditions. The Northern Plains received beneficial moisture over the weekend and was expected to continue to receive precipitation through the week before turning drier in the extended forecast. The Central and Southern Plains were mostly warm and dry this week, allowing harvest to advance northward through Kansas with reports of highly variable yields and quality. The Cornbelt received widespread rainfall ahead of a cold front. Additional rains were in the 5 day outlook. The **6-10 day outlook** calls for hot and dry conditions across the West and Midwest, except for cooler conditions across parts of the Upper Midwest, Great Lakes and Eastern Corn Belt.

USDA Crop Progress / Condition Report, June 12, 2017

Crop	% Progress	Previous Week	Previous Year	5-Year Average	Condition rating % good/excellent	Previous Week	Previous Year
US Barley	91% emerged	84%	95%	93%	72%	69%	78%
ID Barley	97% emerged	88%	93%	99%	88%	80%	81%
US Spring	95% emerged	90%	99%	92%	45%	55%	79%

Wheat							
ID Spring Wheat	84% emerged	80%	99%	100%	73%	76%	76%
US Winter Wheat	92% headed 17% harvested	87% 10%	95% 10%	91% 15%	50% g/ex	49%	61%
ID Winter Wheat	28% headed	25%	76%	58%	72%	75%	85%
Corn	94% emerged	86%	95%	94%	67%	68%	75%

International

Canada – Mostly warm and dry conditions have aided spring grain planting, although locally heavy showers in some areas have stalled final planting.

EU – Warmer and drier conditions are accelerating winter grain development, with adversely hot conditions speeding crop maturity in France and Spain.

Black Sea region – Drought has intensified across Central Ukraine while periodic showers have maintained mostly favorable growing conditions in Western and Southern Russia.

China – Dry and warm conditions persisted across Eastern China where wheat is maturing and being harvested. Northeastern corn areas remain unfavorably dry.

South America – Mostly dry and warm conditions are favorable for corn harvest in Argentina, while southern Brazil saw beneficial rain for second corn crop and wheat.

Australia – Winter grain planting has been completed, with unfavorably dry conditions emerging in key regions in the southeast, although some key areas in the West received beneficial moisture this week.