

Idaho Grain Market Report, November 17, 2016

Published weekly by the Idaho Barley Commission, kolson@barley.idaho.gov, 208-334-2090

Prices paid by Idaho Elevators delivered to warehouses in specified locations for barley and wheat on Wednesday, November 16, 2016. 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	\$4.75-5.10		\$3.35-3.50	\$3.55	\$4.92	\$3.70-3.80
Idaho Falls	\$4.75-5.00	\$8.30 -8.33	\$3.30	\$3.65	\$4.95	\$3.85
Blackfoot / Pocatello	\$4.75	\$6.50	\$3.30	\$3.65	\$4.95	\$3.85
Grace / Soda Springs	\$5.50		\$3.42	\$3.49	\$5.00	\$3.84
Burley / Rupert	\$5.00		\$3.39	\$3.40	\$4.99	\$3.85
Hazelton						
Twin Falls / Buhl / Wendell	\$6.00		\$3.60	NQ	NQ	
Nampa – Weiser	\$6.00		\$3.65			
Nez Perce / Craigmont	\$4.00		\$3.81	\$4.04	\$5.44	
Lewiston	\$4.50		\$4.07	\$4.30	\$5.70	
Moscow / Genesee	\$4.00-4.25		\$3.84-3.99	\$4.07-4.21	\$5.47-5.61	\$4.21

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 - \$4.62 - 4.65 max 10.5% pro \$4.57 – 4.67	\$4.88½ -4.98½	\$6.18½ -6.33½	
Los Angeles	\$7.90-8.20					
Tulare	\$7.90–8.20					
Ogden	\$5.85		\$3.80	\$3.75	\$5.29	\$4.20
Great Falls	\$4.25-4.75	\$6.75		\$3.79-3.95 (12%)	\$4.85-4.92	
Minneapolis	\$4.17	NQ		\$4.33½ (12%)	\$6.28½ - 6.33½	

Market trends this week

BARLEY – Local feed barley prices were mostly steady to 10 cents higher in both southern and northern ID. Open market malting barley prices remained steady. USDA reported barley export sales last week totaled 800 MT to Japan, while export shipments totaled 400 MT to Japan, Vietnam and Taiwan.

WHEAT – Local wheat prices were mixed this week: SWW prices ranged from steady to 17 cents lower; HRW prices ranged from m5 to 11 cents lower; and DNS prices ranged from minus 16 cents to plus 4 cents. USDA reported wheat export sales last week were on the high end of trade expectations at 598.4 TMT, down 22% from the previous week but up 11% from the previous 4-week average. Wheat export shipments totaled 402 TMT, up 6% from the previous week and up 12% from the previous 4-week average.

Wheat Competitor / Buyer News – Strategie Grains is predicting EU soft wheat planted area will remain mostly steady at 24.3 million hectares, which is marginally higher than 2015, despite lower prices. Ukraine reports that as much as 15% of the winter wheat area may need to be replanted next spring due to late planting and cold temperatures in early November. By contrast, Russian winter wheat is heading into dormancy in strong shape, with estimates acres the highest

in seven years. Their weather forecast suggests a colder winter than last year which was very mild. Last Friday Egypt bought 60 TMT of Russian wheat.

CORN – USDA reported corn export sales were WELL ABOVE trade expectations at 1.66 MMT, up 35% from the previous week and up 47% from the previous 4-week average. Corn export shipments were 540.8 TMT, down 39% from the previous week and down 31% from the previous 4-week average.

Ethanol corn usage – DOE's Energy Information Agency reported an uptick in U.S.ethanol production last week to 1,017,000 bpd, up 15,000 bpd or +1.5% from the previous week and up 4.3% from a year ago. Stocks totaled 18.6 million bbls, down 3.3% from a year ago. Weekly corn usage totaled 106.79 million bu, bringing cumulative ethanol ue to 1.06 billion bu, and still well above the weekly pace needed to reach USDA's revised projection of 5.3 billion bu for MY 2016/17.

Corn Competitor / Buyer News – Buenos Aires crop consultant has pegged the Argentine corn crop at 35 MMT compared to USDA's estimate of 36.5 MMT. French corn harvest is reportedly 89% completed with output falling to a 26 year low with poor quality. China is expanding domestic corn ethanol usage as a way to dispose of their burdensome corn stocks. Six provinces have set mandatory E10 blending requirements. South Korean feed group purchased 132 TMT of optional origin corn this week. Mexican feeders purchased 709 TMT in October and early November, 3 times the average amount of US corn purchased in the month, in fear that a Trump win would drive the peso lower and increase their costs. Since the election the peso has in fact fallen sharply, driving their import costs up nearly 10 fold.

Futures Market trends this week

WHEAT – Wheat markets saw increased volatility this week tied to the dollar which soared to a 14 year high on Wednesday. Prices settled higher on Tuesday on mostly outside support. Prices ground lower again on Wednesday in the face of a higher dollar and lackluster export demand. Wheat settled moderately higher on Thursday on a weaker dollar and strong weekly export sales. **Wheat market closes on Thursday, 11/17/2016...**

	Dec 2016	Weekly Summary	Mar 2017	Weekly Summary	May 2017	Weekly Summary
Chicago SRW	\$4.03	Unchanged	\$4.20	Down \$0.0½	\$4.33¼	Down \$0.03½
HRW	\$4.08¾	Down \$0.01½	\$4.25¾	Down \$0.02	\$4.37¾	Down \$0.01½
MGE DNS	\$5.26¾	Up \$0.06¾	\$5.24½	Up \$0.00¾	\$5.29	Down \$0.01¾

CORN – Corn slipped moderately lower on Monday to finish at a one month low under pressure from a higher dollar and technical weakness with prices unable to push through resistance from key moving averages. Corn rebounded modestly higher on Tuesday in spillover support from a weaker dollar. But gains were short lived as prices moved lower on Wednesday, pressured by a stronger dollar. Corn finished omodestly higher Thursday on support from a softer dollar and better than expected weekly export sales. **Corn futures contract closes on Thursday, 11/17/16... Dec 2016 contract at \$3.42, up \$0.01¾ for the week, Mar 2017 contract closed at \$3.49¾, up \$0.00¾ for the week and the May 2017 contract closed at \$3.56½, unchanged for week.**

CRUDE OIL – Crude oil prices chopped around this week with support from ideas that OPEC members will be able to conclude a deal to implement production cuts at their meeting at the end of the month. Offsetting pressure came from a rising dollar which posted a 13½ year high mid week and an unexpectedly large build in domestic crude stocks. U.S. DOE Energy Information Agency reported domestic crude oil inventories rose 5.274 million bbls, compared to an expected increase of 1.5 million bbls. Distillate stocks increased by 310,000 bbls, while gasoline stocks increased by 746,000 bbls. **Crude oil futures (Dec contract) finished up \$2.01/bbl this week to close at \$45.42.**

USDA Crop Progress / Condition Report, November 14, 2016

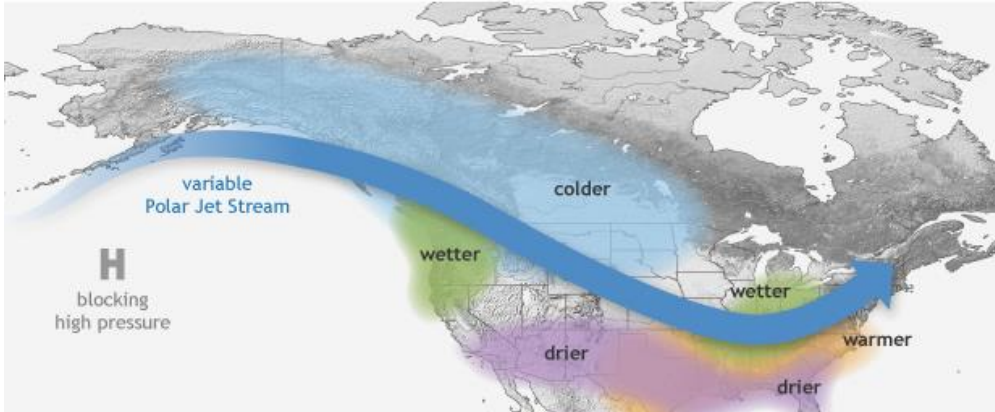
Crop	% Progress	Previous Week	Previous Year	5-Year Average	Condition rating % good/excellent	Previous Week	Previous Year
US Winter Wheat	94% planted 84% emerged	91% 79%	93% 85%	95% 84%	59%	58%	52%
ID Winter Wheat	97% planted 91% emerged	96% 82%	100% 87%	100% 91%	78%	74%	
Corn	93%	86%	95%	92%			

	harvested						
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Weather / Crop Conditions –

LaNiña Advisory – NOAA Climate Prediction Center has declared we have entered a weak LaNiña weather pattern. **What does that mean for the Pacific Northwest and Northern Rockies region?** The following information was provided by NWS Senior Hydrologist Troy Lindquist in a Winter 2017 Weather & Water Outlook webinar presented today (Nov. 17). Link to that webinar can be found at <https://vimeo.com/191984871>

Wintertime La Niña pattern



- **Equatorial Sea Surface Temperatures are below average in the central and east-central Pacific Ocean**
- **La Niña conditions are present**

U.S. –

- **PNW** –Cooler showery conditions overspread the PNW into the Northern Rockies. The extended outlook is warmer and wet.
- **Northern Plains** –Mild mostly dry conditions early in the week are expected to give way to snow. The 6-10 day outlook calls for colder and windy conditions.
- **Central/Southern Plains** – Mild dry conditions have promoting winter wheat growth, with conditions improving across OK and TX but worsening in CO and NE. Rain was forecast to move through the Central Plains mid week with more beneficial rain in the extended outlook.
- **Corn Belt** –Mild mostly dry conditions allowed harvest to push toward completion. Rains were expected to move through the Mississippi River Valley on Thursday and Friday. The extended outlook is warm and wet.

INTERNATIONAL -

- **Europe** – Recent showers have boosted soil moisture for winter grain establishment and growth ahead of dormancy.
- **Black Sea region** – Eastern Ukraine turned mostly dry this week after recent beneficial rains, while Southern Russia was in line to receive light showers.
- **South America** – Northern Argentina continued to receive rainfall in some areas which has delayed final corn planting and potential damage to the wheat crops. Southwestern Buenos Aires is expected to receive patchy frost this week covering about 10-15% of the wheat area.
- **Australia** – Southeastern region was mostly dry this week but a narrow band of moisture is expected to move through this region in the coming week which could impede harvest and impact quality.

UI Extension 2017 Idaho Ag Outlook Seminars on Dec. 6 at Burley Inn and Dec. 7 at

Idaho Falls Residence Inn, from 9:00 am to 4:30 pm. New this year will be a two-hour

session on How to Make Ag Techology Pay on the Farm, with presentations on Basics of On-Farm Performance in soil health, fertility and irrigation and an in-depth discussion on how to use new variable rate technologies to generate data to help boost farm productivity while optimizing input costs. **Please register by Dec.**

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