

Idaho Grain Market Report, May 29, 2014

Published by the Idaho Barley Commission, kolson@idahobarley.org, 208-334-2090

Prices paid by Idaho Elevators delivered to warehouses in specified locations for barley and wheat on Wednesday, May 28, 2014. Barley prices in \$/Cwt. and wheat prices in \$/bu.

	<u>Barley (Cwt.)</u>	<u>MALTING</u>	<u>Wheat (bu.)</u>		
	<u>FEED</u>				
	#2 Feed, 48 lbs or better	Open market malting	#1 SWW	#1 HRW 11.5% protein	#1 DNS 14% protein
Ashton	NQ	(2-R) \$10.00 (6-R) \$10.00	NQ	NQ	NQ
Rexburg/ Ririe/ Roberts	\$8.50	(2-R) NQ (6-R) NQ	NQ	NQ	NQ
Idaho Falls	\$9.00	(2-R) \$11.46-\$11.75	NQ	NQ	NQ
Blackfoot / Pocatello	NQ	(2-R) \$10.00 (6-R) \$10.00	\$6.00	\$6.78 NC	\$6.58 NC
Grace / Soda Springs	\$9.00	(2-R) NQ (6-R) NQ	\$5.87	\$6.75	\$6.56
Burley / Rupert Hazelton	\$7.50 - \$8.50	(2-R) \$11.46 (6-R) \$11.46	\$5.70 -5.90	\$6.36	\$6.53
Twin Falls / Eden / Buhl	\$8.75 - \$9.00	(2-R) NQ (6-R) NQ	\$5.45 - \$5.75	NQ	NQ
Weiser	\$8.55	(2-R) NQ (6-R) NQ	\$6.05 NC	NQ	NQ
Nez Perce / Craigmont	\$8.05	(2-R) \$8.05 (6-R) \$8.05	\$6.45	\$7.25	\$7.64
Lewiston	\$8.55	(2-R) \$8.55 (6-R) \$8.55	\$6.70	\$7.50	\$7.89
Moscow / Genesee	\$8.05-\$8.58	(2-R) \$8.05 (6-R) \$8.05	\$6.47 - 6.66	\$7.27-7.51	\$7.66-7.75

Prices at Selected Terminal Markets, cash prices FOB

	#2 Feed 46 lbs. -- unit trains barge	Single rail cars- domestic	Malting	#1 SWW	#1 HRW 11.5% Protein	#1 DNS 14% Protein
Portland	NQ	NQ	NQ	June \$7.13¾ - \$7.40 Aug NC \$7.05½ -\$7.30	June \$8.06 - \$8.26 Aug NC \$8.03 ½ - \$8.13 ½	June \$8.33 - \$8.58 Aug NC \$8.20¾ - \$8.45¾
Los Angeles	\$12.15 - \$12.40	NQ	NQ	\$9.61	NQ	NQ
Stockton	NQ	NQ	NQ	NQ	NQ	NQ
Tulare	\$12.15 - \$12.40	NQ	NQ	NQ	NQ	NQ
Ogden	\$9.15	NQ	NQ	\$6.25	\$6.60	\$6.70
Great Falls	\$6.25-\$6.50	NQ	\$9.50	NQ	\$6.54-\$6.56 (12%)	\$6.76-\$7.08
Minneapolis	\$8.12	NQ	\$11.98	NQ	\$7.56 (12%)	\$8.43 - \$8.53

Market trends this week

BARLEY – Local barley prices were mixed this week with southern Idaho locations reporting unchanged to 20 cents lower and northern Idaho down 25 cents. USDA will report weekly export sales on Friday due to shortened holiday week.

WHEAT – Local wheat prices were lower this week: SWW ranged from 10 to 25 cents; HRW ranged from 20 to 36 cents lower; and DNS ranged from 10 to 20 cents lower. Wheat export shipments last week totaled 507.9 TMT, down 14% from the previous week. US wheat export sales data will be reported on Friday.

International Grains Council's monthly S&D projections (May 29)- WHEAT – IGC projected world wheat crop at 694 MMT, 3 MMT lower than last month and 16 MMT or 2% below last year. World wheat carryover stocks are projected at 187 MMT, unchanged from last month but down 4 MMT from last year.

Wheat Competitive/Buyer News – The EU granted export licenses for 530 TMT of wheat this week, bringing their cumulative MY 13/14 export sales to a record high 26.4 MMT. The previous wheat export record was 22 MMT set in the 2008/09 season.

CORN – Corn export shipments last week totaled 1.16 MMT, up 9% from the previous week. US corn export sales data will be reported on Friday.

Ethanol corn usage – DOE's Energy Information Agency reported further modest growth in weekly ethanol production ...increasing 2,000 bbls to 927,000 bbls per day – up 0.22% from the previous week and up 7.4% from last year. Weekly corn usage was 97.34 mbu, lagging the weekly pace of 103 mbu needed to achieve USDA's projection of 5.05 billion bu for the current MY 2013/14.

International Grains Council's monthly S&D projections (May 29) -CORN – IGC projected world corn crop at 955 MMT, up 5 MMT from last month but down 15 MMT or 1% from last year. World corn carryover stocks are projected at 172 MMT, up 9 MMT from last month and up 8 MMT from last year.

Corn Competitor/Buyer News – Europe is projected to harvest the biggest corn crop in the last 14 years due to favorable growing conditions. Chinese domestic corn prices have reached the largest premium to import prices since January which may spur another round of corn import buying in coming weeks.

Futures Market trends this week

WHEAT – Wheat futures remained under pressure all week from good planting weather across the Northern Plains, ideas that the 2014 crop is improving and the beginning of harvest in the Southern Plains, with some talk of better than expected yields. Wheat prices finished lower today (Thursday) on improving crop prospects, declining Paris wheat prices and a high US dollar. **Wheat market closes on Thursday, 5/29/14 ...**

	<u>July 2014</u>	<u>Weekly Summary</u>	<u>Sept 2014</u>	<u>Weekly Summary</u>	<u>Dec. 2014</u>	<u>Weekly Summary</u>
Chicago SRW	\$6.32 ½	Down \$0.20	\$6.44 ½	Down \$0.19 ¼	\$6.63 ¾	Down \$0.18 ½
KC HRW	\$7.30 ½	Down \$0.14 ½	\$7.38 ¼	Down \$0.14	\$7.50 ¼	Down \$0.13
MGE DNS	\$7.14 ½	Down \$0.10 ½	\$7.22 ½	Down \$0.11 ¼	\$7.31 ¾	Down \$0.11 ¼

CORN – Corn prices chopped mostly lower this week on favorable weather outlook and state reports of very strong crop conditions. Corn posted modest losses today (Thursday), finishing at the lowest prices in three months on speculative long liquidation sparked by nearly ideal weather outlook for the next two weeks. **Corn futures contract closes on Thursday, 5/29/2014... July 2014 contract at \$4.69½, down \$0.18½ for the week, Sept. 2014 contract closed at \$4.63¼, down \$0.12¼ and the Dec. 2014 contract closed at \$4.63, down \$0.12¼ for the week.**

CRUDE OIL – Crude oil chopped mostly lower early in the week on pressure from a higher dollar, which reached a nearly 2 month high and anticipation of increased crude oil inventories. Support came from news that Cushing OK supplies fell another 1.52 million bbls last week, bringing inventories at this key delivery point to their lowest level since November 2008 and down 44 million bbls since January when the southern leg of Keystone pipeline was opened. DOE reported that crude oil inventories increased last week by 1.657 million bbls last week, compared to an expected build of 500,000 bbls. Distillates fell by 196,000 bbls, while gasoline stocks decreased by 1.8 million bbls. **Crude oil futures finished \$0.86 higher to close at \$103.58 on Thursday.**

US WEATHER / CROP OUTLOOK –

West – Cooler and mostly dry conditions this week. **Plains** – Northern Plains were drier and warmer this week, but a cold front and heavy rainfall was expected to return to this region by the end of this week into early next week. The Central and Southern Plains saw a heat wave which is speeding winter wheat maturation and early harvest. Last weekend's showers replenished topsoil moisture across the Eastern TX Panhandle into Eastern OK but were disappointing for Western and Central Kansas, Eastern CO and Southwestern NE. Another rain is needed within the next 5 days to improve yield prospects in these areas but is not in the forecast for the next 2 weeks. **Midwest Corn Belt** – Warm and mostly dry conditions prevailed across the midsection of the country. A slow moving disturbance began moving from the southwest (AZ and TX) up through MO and IA, bringing locally heavy rainfall. **The 6-10 day outlook calls for near to**

above normal temperatures for the entire country and near to below normal rainfall for the West stretching into the Southern Plains and wetter than normal across the Central and Northern Plains and Midwest.

USDA Crop Progress / Condition Report, May 27, 2014

Crop	% Progress	Previous Week	Previous Year	5-Year Average	Condition rating % good/excellent	Previous Week	Previous Year
US barley	84% planted 57% emerged	68%	77%	82%			
ID barley	99% planted 86% emerged	96%	99%	95%	79%	72%	
US spring wheat	74% Planted 43% emerged	49%	77%	82%			
ID spring wheat	100% planted 94% emerged	100%	100%	97%	78%	79%	
US winter wheat	57% headed	44%	41%	58%	30% g/ex 44% p/vp	29% g/ex 44% p/vp	31% g/ex 42% p/vp
ID winter wheat	13% headed	--	--	--	86%	86%	
Corn	88% planted 60% emerged	73%	84%	88%			

INTERNATIONAL WEATHER/CROP OUTLOOK –

- **Canada** – Spring grain planting advanced to about 50-55% completed, with western areas accelerating more quickly than parts of Saskatchewan and Manitoba, where cool conditions have slowed planting this spring.
- **Europe** – Warmer and drier conditions have aided flood recovery in the Balkans, while favorable mild showery conditions prevailed across most of Western Europe. Showers slowed grain maturation and harvest in Spain.
- **Ukraine** – Continued to see beneficial rains which have kept soil moistures very favorable, boosting yield potential for small grains and corn.
- **Russia** – Hot and dry conditions prevailed for much of the week, but chances are good for rainfall by the end of the week in Southern Russia.
- **Northern Africa** – Periodic showers slowed winter grain maturation and harvesting across Morocco and Tunisia.
- **Middle East** – Thunderstorms and showers continued to slow harvest across Turkey into northern Iran.
- **China** – Northeastern China continued to see favorable weather for corn development, while winter wheat harvest began across the North China Plains, with expectations of a bumper crop.
- **Brazil** – Heavy rainfall boosted yield potential for second-crop corn across southern and western Brazil.
- **Argentina** – After lingering wetness slowed corn harvest, conditions are expected to improve significantly this weekend into early next week, allowing corn harvest to accelerate and winter grain planting to begin.
- **Australia** – Western Australia continued to see very favorable conditions for winter grain planting and emergence, while the southeast received scattered showers that will boost soil moisture at planting.