Idaho Grain Market Report, June 5, 2014

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Prices paid by Idaho Elevators delivered to warehouses in specified locations for barley and wheat on Wednesday, June 4, 2014. Barley prices in $/Cwt. and wheat prices in $/bu.

	Barley (Cwt.) FEED	MALTING	Wheat (bu.)		
	#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	$8.00	(2-R) NQ (6-R) NQ	$5.21 NC	$6.31	$6.30
Idaho Falls	$8.75	(2-R) $11.46-$11.75	NQ	NQ	$6.70
Blackfoot / Pocatello	NQ	(2-R) $10.00 (6-R) $10.00	$5.65	$6.55 NC	$6.65 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	$5.50-$5.60	$6.15	$6.25
Twin Falls / Eden / Buhl	$8.50 - $9.75	(2-R) NQ (6-R) NQ	$5.50	NQ	NQ
Weiser	$9.00	(2-R) NQ (6-R) NQ	$6.15 NC	NQ	NQ
Nez Perce / Craigmont	$7.60	(2-R) $7.60 (6-R) $7.60	$6.55	$7.15	$7.40
Lewiston	$8.30	(2-R) $8.30 (6-R) $8.30	$6.80	$7.40	$7.65
Moscow / Genesee	$7.60-$8.33	(2-R) $7.60 (6-R) $7.60	$6.57 - 6.71	$7.17-7.44	$7.42-7.62

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 $6.94½ -$7.29½ Aug NC $6.88-7.20	June $7.83½ - $7.93½ Aug NC $7.80½ - $8.00½	June $8.14½ - $8.34½ Aug NC $8.07¾ -$8.22¾
Los Angeles	$12.15 - $12.40	NQ	NQ	$9.38	NQ	NQ
Stockton	NQ	NQ	NQ	NQ	NQ	NQ
Tulare	$12.15 - $12.40	NQ	NQ	NQ	NQ	NQ
Ogden	$9.10	NQ	NQ	$6.25	$6.60	$6.70
Great Falls	$6.25-$6.50	NQ	$9.50	NQ	$6.40-$6.44 (12%)	$6.65-$6.84
Minneapolis	$7.60	NQ	$12.19	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 5 to 25 cents lower and northern Idaho down 25 to 45 cents. USDA reported weekly export sales totaled 1.4 TMT (900 MT for MY 13/14 and 500 MT for MY 14/15). Barley export shipments last week totaled 2.5 TMT.

WHEAT – Local wheat prices were mostly lower this week: SWW ranged from 10 cents higher to 35 cents lower; HRW prices ranged 10 to 23 cents lower; and DNS prices ranged 7 to 28 cents lower. USDA reported wheat export sales last week were on the low end of trade expectations at 343.4 TMT(2 TMT for MY 13/14 and 341.4 TMT for MY 14/15). Wheat export shipments last week totaled 493 TMT, down 7% from the previous week and 10% from the 4-week average.

Wheat Competitive/Buyer News –The EU raised their soft wheat production estimate this week from 135.9 MMT to 137.5 MMT on favorable growing conditions. They granted another 285 TMT of wheat export licenses this week, pushing total wheat exports to a record high of 26.7 MMT. Russia also raised their grain production estimates for 2014, pegging total grain production at a 6-year high og 100 MMT, compared to 92 MMT last year. Pakistan bought 100 TMT of Black Sea wheat and Indonesia 125 TMT of Russian wheat this week.

CORN – USDA reported corn export sales were within trade expectations at 570 TMT (550 TMT for MY 13/14 and 20 TMT for MY 14/15). Cumulative corn export sales have now reached 95.6% of the USDA projection for the year, compared to a 5-year average of 93%. Corn export shipments last week totaled 1.159 MMT, down 1% from the previous week and 3% from the 4-week average.

Ethanol corn usage – DOE's Energy Information Agency reported another impressive increase in weekly ethanol production …increasing 11,000 bbls to 938,000 bbls per day – up 1.2% from the previous week and up 6% from last year. Weekly corn usage was 98.5 mbu, still lagging the weekly pace of 103.4 mbu needed to achieve USDA's projection of 5.05 billion bu for the current MY 2013/14.

Corn Competitor/Buyer News – South Korea bought 50 TMT of corn from South Africa this week. China intends to seel another 1.7 MMT of corn from state-owned reserves.

Futures Market trends this week

WHEAT – Wheat futures started the week on a continued down trend under pressure from ample world wheat supplies, rapid spring wheat planting and advancing winter wheat harvest activity. Technical selling continued to push wheat prices lower on Tuesda. Prices bounced modestly higher on Wednesday on fresh buying sparked by oversold conditions. Wheat prices finished mixed today (Thursday), with Chi down hard on pressure from nonthreatening weather across most major growing regions while MGE/KC drew support from concerns that excessive rainfall currently moving through parts of the Southern and Eastern Plains may cause some crop damage ahead of harvest. **Wheat market closes on Thursday, 6/05/14** …

	July 2014	Weekly Summary	Sept 2014	Weekly Summary	Dec. 2014	Weekly Summary
Chicago SRW	**$6.05 ¾**	**Down $0.21 ½**	**$6.16 ¼**	**Down $0.23 ½**	**$6.37**	**Down $0.16 ½**
KC HRW	**$7.14**	**Down $0.09**	**$7.20**	**Down $0.10 ¾**	**$7.31 ¼**	**Down $0.10 ¾**
MGE DNS	**$6.90 ½**	**Down $0.24**	**$6.98 ¾**	**Down $0.23 ¾**	**$7.10 ¼**	**Down $0.21 ½**

CORN – Corn futures finished fractionally mixed to higher on Monday on pressure from favorable growing conditions (warm and wet) offset by concerns that heavy rain returning to the Northwestern Corn Belt could result in a 1 to 2 million acre shift to soybeans as well as concerns about the possibility of localized flooding from heavy precipitation expected in some areas. Corn closed moderately lower on Tuesday on a combination of profit-taking and fund rolling. Wednesday brought continued long liquidation sparked by expectations of above trend line yields reinforced by very favorable early growing conditions. Corn finished lower again today (Thursday) to the lowest level since February 14 on pressure from favorable crop conditions. **Corn futures contract closes on Thursday, 6/05/2014… July 2014 contract at $4.49, down $0.16¾ for the week, Sept. 2014 contract closed at $4.44¼, down $0.13¾ and the Dec. 2014 contract closed at $4.47¼, down $0.10¼ for the week.**

CRUDE OIL – Crude oil chopped in a very narrow trading range this week. DOE reported that crude oil inventories decreased by 3.43 million bbls, compared to an expected decline of 250,000 bbls. Distillates increased by 2.01 million bbls, compared to an expected build of 900,000 bbls, while gasoline stocks increased by 210,000 bbls, compared to an expected increase of 400,000 bbls. **Crude oil futures finished $0.16 lower to close at $102.48 on Thursday.**

US WEATHER / CROP OUTLOOK –

West – Warm and dry conditions prevailed, with widely scattered showers in some areas. **Plains –** Northern Plains turned wet again this week. Central and Southern Plains began the week hot and dry, but a wide band of severe thunderstorms are sweepting through Kansas into the Eastern Plains, bringing excessive moisture just ahead of harvest. **Midwest Corn Belt** – A wide band of severe thunderstorms and heavy showers moved through large parts of Kansas, Nebraska and Missouri early by mid week, with reports of heavy rain and hail damage in Nebraska. The 6-10 day outlook calls for cooler than normal temperatures for most of the Midwest, except the Southern Great Plains which will remain hot. The West will remain hot and dry, except for scattered showers moving through the Northern Rockies.

USDA Crop Progress / Condition Report, June 2, 2014

Crop	% Progress	Previous Week	Previous Year	5-Year Average	Condition rating % good/excellent	Previous Week	Previous Year
US barley	93% planted 76% emerged	84% 57%	82% 60%	89% 69%			
ID barley	**100% planted** **95% Emerged**	**99%** **86%**	**99%** **92%**	**98%** **82%**	84%	**79%**	
US spring wheat	88% Planted 67% emerged	74% 43%	80% 58%	88% 72%			
ID spring wheat	**100% planted** **98% emerged**	**100%** **94%**	**100%** **93%**	**99%** **90%**	73%	**7881**	
US winter wheat	79% headed	70%	71%	78%	30% g/ex 44% p/vp	30% g/ex 44% p/vp	32% g/ex 43% p/vp
ID winter wheat	**23% headed**	**13%**	**12%**	**11%**	**81%**	**86%**	
Corn	95% planted 80% emerged	88% 60%	90% 71%	94% 80%	76%	NA	63%

INTERNATIONAL WEATHER/CROP OUTLOOK –

- **Canada** – Cool showery conditions returned to portions of Saskatchen and Manitoba this week. Spring grain planting is still lagging in these areas, with ideas that 10-20% of the area may go unplanted.
- **Europe –** French winter wheat development is running about a week ahead of normal due to warm conditions this year. Showers were active from France into Poland this week.
- **Ukraine –** Continued to see beneficial rains which is boosting yield potential for small grains and corn.
- **Russia –** Southern region received some beneficial showers this week, while the Volga region remained mostly hot and dry but could see some rain early next week.
- **Northern Africa –** Periodic showers continue to slow winter grain harvesting across Algeria and Tunisia.
- **Middle East –** Showers stretched from Turkey into northern Iran, hampering grain harvesting.
- **China –** Northeastern China continued to see favorable weather for corn development, while conditions remain mostly hot and dry across the North China Plains, aiding harvest activity. At least 25% of winter wheat has been reportedly harvested.
- **Argentina –** Dry conditions aided corn and soybean harvest.
- **Brazil –** Southern corn areas continued to see moisture and potentially some frost damage.
- **Australia –** Northeastern region remained dry but South Australia was expected to see scattered showers over the next week.