Idaho Grain Market Report, June 19, 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, June 18, 2014. Barley prices in $/Cwt. and wheat prices in $/bu.

	Barley (Cwt.) FEED	**MALTING**	**Wheat (bu.)**		
	Feed	Open market malting	#1 SWW	#1 HRW 11.5% pro	#1 DNS 14% pro
Ashton	NQ	(2-R) $10.00	NQ	NQ	NQ
Rexburg/ Ririe/ Roberts	$8.00	(2-R) NQ (6-R) NQ	NQ	NQ	NQ
Idaho Falls	$9.00	(2-R) $11.46-$11.75	$5.71	$6.52	$6.99
Blackfoot / Pocatello	NQ	(2-R) $10.00 (6-R) $10.00	$5.60 NC	$6.48 NC	$6.31 NC
Grace / Soda Springs	$9.00	(2-R) NQ (6-R) NQ	$5.70	$6.65	$6.55
Burley / Rupert Hazelton	$7.50	(2-R) $11.46	$5.40	$6.32	$6.57
Twin Falls / Eden / Buhl	$8.25 – 10.00	(2-R) NQ (6-R) NQ	$5.45-6.00	NQ	NQ
Weiser	$7.42 NC	(2-R) NQ (6-R) NQ	$6.02 NC	NQ	NQ
Nez Perce / Craigmont	$7.80	(2-R) $7.80 (6-R) $7.80	$6.50	$7.31	$7.39
Lewiston	$8.30	(2-R) $8.30 (6-R) $8.30	$6.75	$7.56	$7.64
Moscow / Genesee	$7.80-8.33	(2-R) $7.80 (6-R) $7.80	$6.52-6.66	$7.33-7.59	$7.41-7.80

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
Portland	NQ	NQ	June $6.77 -7.12 Aug NC $6.90-7.11¼	June $8.12 ¾ -8.17 ¾ Aug NC $8.02¼ - 8.22¼	June $8.22¼ - 8.77¼ Aug NC $8.21½ -8.41½
Los Angeles	$12.15 -12.40	NQ	NQ	$9.53 (13%)	NQ
Stockton	NQ	NQ	NQ	NQ	NQ
Tulare	$12.15 -12.40	NQ	NQ	NQ	NQ
Ogden	$9.10	NQ	$6.01 NC	$6.88 NC	$6.75 NC
Great Falls	$6.25-6.50	$9.50	NQ	$6.62-$6.67 (12%)	$6.89-6.98S
Minneapolis	$7.19	$11.77	NQ	NQ (12%) $8.02¾ - 8.07¾ (13%)	$9.32¼ - $9.72¼

Market trends this week

BARLEY – Local barley prices were mostly unchanged this week, with a few locations reporting 25 cents lower. USDA reported weekly export sales totaled 2.9 TMT. Barley export shipments last week totaled 600 MT.

WHEAT – Local wheat prices were higher this week: SWW prices ranged from 10 to 27 cents higher; SHRW prices ranged from 8 to 37 cents higher; and DNS prices ranged from unchanged to 24 cents higher. USDA reported wheat export sales for the new marketing were above trade expectations last week at 570.1 TMT. New crop wheat export shipments totaled 328.5 TMT last week.

Wheat Competitive/Buyer News – The EU granted export licenses this week for 348 TMT of wheat, bringing their cumulative wheat exports to a record high of 27.5 MMT, compared to the previous record high of 22 MMT. USDA reported that Brazil purchased 123 TMT of US HRW wheat last week. The Brazilian government is reportedly poised to suspend its 10% import tariff on wheat from origins outside of the Mecosur region on up to 1 MMT imports through August 15.

CORN – USDA reported corn export sales were well below trade expectations at 188 TMT (109 TMT for MY 13/14 and 79 TMT for MY 14/15), down 73% from last week and 79% from the 4-week average. Corn export shipments last week totaled 1.123 MMT, up 5% from the previous week but 1% below the 4-week average.

Ethanol corn usage – DOE's Energy Information Agency reported record weekly ethanol production was achieved last week… topping 972,000 bbls per day – up 2.97% from the previous week and up 11.34% from last year. Weekly corn usage was 102 mbu, still short of the weekly pace of 103.9 mbu needed to achieve USDA's projection of 5.05 billion bu for the current MY 2013/14.

Futures Market trends this week

WHEAT – Wheat futures started the week lower, erasing an early session rally to finish moderately lower on a lack of fresh supportive news. But persistent rains fell across key HRW wheat areas, disrupting harvest and sparking a fresh round of short covering and moderately higher wheat prices on Tuesday and Wednesday. Wheat finished mixed to mildly lower today (Thursday) on sluggish export news and a lack of follow-through fund buying. **Wheat market closes on Thursday, 6/19/14** …

	July 2014	**Weekly Summary**	**Sept 2014**	**Weekly Summary**	**Dec. 2014**	**Weekly Summary**
Chicago SRW	**$5.93 ½**	**Up $0.07½**	**$6.02 ½**	**Up $0.06**	**$6.23 ¾**	**Up $0.06¾**
KC HRW	**$7.29 ¼**	**Up $0.16**	**$7.26 ¾**	**Up $0.11¼**	**$7.33**	**Up $0.08¾**
MGE DNS	**$7.03**	**Up $0.18¾**	**$7.01 ¾**	**Up $0.10¼**	**$7.12**	**Up $0.08¼**

CORN – Corn futures continued to slide on Monday on additional fund liquidations which overshadowed rising concerns about potential crop damage from too much rainfall and localized flooding. Improving crop conditions reported by USDA on Monday afternoon reinforced the trade's general consensus that we are on pace of to produce record corn yields this year. Short covering pushed prices higher on Wednesday and again today (Thursday), with the main supportive features an oversold condition, lack of producer selling and surging ethanol demand.**Corn futures contract closes on Thursday, 6/19/2014… July 2014 contract at $4.50½, up $0.03½ for the week, Sept. 2014 contract closed at $4.44¼, up $0.01¼ and the Dec. 2014 contract closed at $4.47½ , unchanged for the week.**

CRUDE OIL – Crude oil chopped in a narrow trading range this week, with continuing support from geopolitical concerns in Iraq and Ukraine. DOE reported that crude oil inventories fell slightly less than expected last week – down 579,000 bls, compared to an expected decline of 750,000 bbls. Distillates increased by 436,000 bbls, while gasoline stocks increased by 785,000 bbls, compared to an expected decline of 550,000 bbls. **Crude oil futures finished at $106.43/bbl today (Thursday) – an 8 month high – but slightly lower for the week.**

US WEATHER / CROP OUTLOOK –

West – Cooler and wetter conditions overspread the PNW and Northern Rockies early to mid week, but gave way to a warmer and drier trend by the end of the end of the week. The 6-10 day outlook calls for above normal rainfall. **Plains** – Showers and thunderstorms continued to blanket much of Kansas and Oklahoma this week, bringing much needed drought relief which, unfortunately, arrived too late to improve yields this year and has sparked concerns about quality losses from too much rain at harvest. **Midwest Corn Belt** – Locally heavy showers and flooding continued across a wide swath of the Midwest this week. More rain is expected through next Monday, causing concerns about slowing crop development. The 6-10 day outlook shows showery conditions to persist across the Southern Plains into the central Atlantic Coast.

USDA Crop Progress / Condition Report, June 16, 2014

Crop	% Progress	Previous Week	Previous Year	5-Year Average	Condition rating % good/excellent	Previous Week	Previous Year
US barley	92% emerged	86%	87%	91%	65%	64%	67%
ID barley	**100% emerged**	**100%**	**100%**	**96%**	**85%**	**85%**	
US spring wheat	91% emerged	80%	82%	90%	72%	71%	68%
ID spring wheat	**100% emerged**	**100%**	**100%**	**98%**	**78%**	**78%**	
US winter wheat	92% headed 16% harvested	86% 9%	88% 10%	90% 20%	30% g/ex 44% p/vp	30% g/ex 44% p/vp	31% g/ex 43% p/vp

ID winter wheat	**77% headed**	**42%**	**53%**	**36%**	**84%**	**84%**	
Corn	97% emerged	92%	91%	96%	76%	75%	67%

INTERNATIONAL WEATHER/CROP OUTLOOK –

- **Canada** – Spring grain planting was concluded with some localized areas remaining too wet for cropping this year.
- **Europe –** Warm showery conditions persisted this week. Above normal precipitation accelerated winger grain maturity, stretching from northern France into Great Britain and eastward into Poland.
- **Ukraine –** Continued showers boosted soil moisture for corn.
- **Russia –** Locally heavy showers improved prospects for filling winter wheat and vegetative spring wheat.
- **Middle East –** Showers lingered across Turkey, disrupting winter wheat harvest.
- **China –** Beneficial moisture persisted across Northeastern China, boosting corn yield potential, while hot, dry conditions accelerated winter wheat harvest across the North China Plains.
- **Argentina –** Rains slowed field work, including final corn harvesting and winter grain planting.
- **Brazil –** Southern regions (winter wheat and second crop corn) continued to receive ample rainfall.
- **Australia –** Western and Southeastern regions continued to receive beneficial rainfall this week, boosting winter grain crop development.