

9-Apr-15

Soybeans

US Soybean Supply/Demand

	13/14		14/15	
	Mar	Apr	Mar	Apr
Planted	76.8	76.8	83.7	83.7
Harvested	76.3	76.3	83.1	83.1
Yield	44.0	44.0	47.8	47.8
Production	3'358	3'358	3'969	3'969
Carry In	141	141	92	92
Imports	72	72	25	30
Crush	1'734	1'734	1'795	1'795
Seed/Resid	98	98	116	136
Exports	1'647	1'647	1'790	1'790
Carry Out	92	92	385	370

World Soybean Supply/Demand

	13/14		14/15	
	Mar	Apr	Mar	Apr
Carry In	57.39	57.40	66.32	66.32
Production	283.74	283.63	315.06	315.46
Imports	111.25	111.25	114.08	114.21
Domestic	273.02	273.02	288.50	288.92
Exports	113.04	112.94	117.42	117.52
Carry Out	66.32	66.32	89.53	89.55

World Soybean Production

	13/14		14/15	
	Mar	Apr	Mar	Apr
US	91.39	91.39	108.01	108.01
Argentina	54.00	54.00	56.00	57.00
Brazil	86.70	86.70	94.50	94.50
China	12.20	12.20	12.35	12.35
Others	39.45	39.34	44.20	43.60
World	283.74	283.63	315.06	315.46

World Soybean End Stocks

	13/14		14/15	
	Mar	Apr	Mar	Apr
US	2.50	2.50	10.48	10.06
Argentina	29.00	29.00	34.72	35.72
Brazil	16.53	16.53	24.58	24.58
China	14.43	14.43	14.33	14.33
Others	3.86	3.86	5.42	4.86
World	66.32	66.32	89.53	89.55

Note: Blue signifies an increase
Red signifies a decrease

Production: 1 Mmt added to Argentina

Use: No changes other than the expected increase in US 'residual' following the March stocks report

Imports: No change, notably in China.

Exports: No change - not even in Argentina despite the higher crop.

Stocks: US stocks down in line with trade guesses, world stocks up thanks to Argentina.

Conclusion: Probably could have stayed on vacation with the wife and kids!

Everything pretty much as expected, and the CBOT is down 15¢ not on the report, but on the cancellations of US bean sales and the low 46kt meal sales.

9-Apr-15

Corn

US Corn Supply/Demand

	13/14		14/15	
	Mar	Apr	Mar	Apr
Planted	95.4	95.4	90.6	90.6
Harvested	87.5	87.5	83.1	83.1
Yield	158.1	158.1	171.0	171.0
Production	13'829	13'829	14'216	14'216
Carry In	821	821	1'236	1'236
Imports	36	36	25	25
Ethanol	5'134	5'134	5'200	5'200
Domestic	11'537	11'537	11'895	11'845
Exports	1'917	1'917	1'800	1'800
Carry Out	1'232	1'232	1'777	1'827

World Corn Supply/Demand

	13/14		14/15	
	Mar	Apr	Mar	Apr
Carry In	135.66	135.43	172.14	170.84
Production	989.61	988.70	989.66	991.92
Imports	122.12	122.12	112.80	114.62
Domestic	953.13	953.29	976.52	974.31
Exports	130.38	130.61	116.84	117.69
End Stocks	172.14	170.84	185.28	188.46

World Corn Production

	13/14		14/15	
	Mar	Apr	Mar	Apr
US	351.27	351.27	361.09	361.09
Argentina	26.00	26.00	23.50	24.00
Brazil	79.50	80.00	75.00	75.00
China	218.49	218.49	215.50	215.50
S. Africa	14.98	14.98	11.50	11.30
EU-28	64.26	64.26	74.16	74.16
FSU	46.90	46.90	43.64	43.47
Mexico	22.88	22.88	23.20	24.00
Other	165.33	163.92	162.07	163.40
World	989.61	988.70	989.66	991.92

World Corn End Stocks

	13/14		14/15	
	Mar	Apr	Mar	Apr
US	31.29	31.29	45.15	46.42
Argentina	1.52	1.21	1.13	0.82
Brazil	18.95	18.97	17.75	17.77
China	77.32	77.32	79.22	79.22
S. Africa	2.17	2.17	1.40	1.60
EU-27	6.42	6.42	7.58	7.58
FSU	3.24	3.24	3.33	3.33
Mexico	2.69	2.69	2.74	2.64
Other	28.54	27.53	26.98	29.08
World	172.14	170.84	185.28	188.46

Production: World production up 2.3 Mmt, essentially Argentina, Mexico and Serbia (up 900kt). S Africa lowered just 200kt which continues to go against everything that is being reported 'on the ground' (including by the US Ag Attaché).

Usage: World usage down 2.2 Mmt with half of that in the US on the lower "residual" following the March stocks report.

Import/Exports: US exports unchanged, S Africa down 300kt, Argentina up 500kt, Serbia up 500kt.

Stocks: US stocks up 'just' 50 Mbu, world stocks up by over 3 Mmt

Conclusion: The world and US have plenty of corn, and only a weather problem can take prices higher.

Note in particular that according to COFCO today, China's end 14/15 total stocks, including 80 Mmt of reserves, would reach 150 Mmt against USDA's 79 Mmt. Note that 79 Mmt is just 4.5 months of stocks, and they would be wiped out with a 30% drop in yield

And if this seems excessive, recall that the US yields fell 30% from 1987 to 1988, they dropped 23% from 1992 to 1993, and most recently over the 3-year period from 2009 to 2012, US yields fell 25%.

And that's why some fund managers prefer to be long CZ5 at \$4.00 than short!

9-Apr-15

Wheat

US Wheat Supply/Demand

	13/14		14/15	
	Mar	Apr	Mar	Apr
Planted	56.2	56.2	56.8	56.8
Harvested	45.3	45.3	46.4	46.4
Yield	47.1	47.1	43.7	43.7
	2'135	2'135	2026	2026
Carry In	718	718	590	590
Imports	169	169	160	145
Domestic	1'256	1'256	1185	1197
Exports	1'176	1'176	900	880
Carry Out	590	590	691	684

World Wheat Supply/Demand

	13/14		14/15	
	Mar	Apr	Mar	Apr
Carry In	175.59	175.59	187.49	186.57
Production	716.10	716.82	724.76	726.45
Imports	156.65	157.84	157.48	158.96
Domestic	704.20	705.84	714.53	715.82
Exports	165.77	165.80	160.57	162.03
End Stocks	187.49	186.57	197.71	197.21

World Wheat Production

	13/14		14/15	
	Mar	Apr	Mar	Apr
US	58.11	58.11	55.13	55.13
EU-28	143.51	143.51	155.69	156.45
Canada	37.53	37.53	29.30	29.30
Australia	27.00	27.00	24.00	24.00
Argentina	10.50	10.50	12.50	12.50
China	121.93	121.93	126.00	126.00
FSU	103.87	103.87	112.65	112.73
India	93.51	93.51	95.85	95.85
Pakistan	24.00	24.00	25.00	25.50
Other	96.14	96.86	88.64	88.99
World	716.10	716.82	724.76	726.45

World Wheat End Stocks

	13/14		14/15	
	Mar	Apr	Mar	Apr
US	16.07	16.07	18.80	18.63
EU-27	10.64	9.98	15.82	15.33
Canada	9.65	9.65	6.60	5.60
Australia	6.25	6.25	5.81	6.11
Argentina	2.56	2.56	2.45	3.25
China	60.27	60.27	62.77	62.77
FSU	15.02	15.02	21.64	21.32
India	17.83	17.83	16.50	16.50
Pakistan	2.16	2.17	2.11	3.22
Other	47.04	46.77	45.21	44.48
World	187.49	186.57	197.71	197.21

Production: World production raised 1.7 Mmt essentially in the EU and Pakistan.

Consumption: World consumption up 1.3 Mmt. The US and Canada were raised a combined 1 Mmt, but the EU and Pakistan were lowered 2 Mmt. That leaves a 2.3 Mmt increase somewhere that we haven't yet found.

Trade: World exports are raised 1.5 Mmt with increases in Canada (500kt), Russia (500kt) and the EU (up 2 Mmt to 33.5 Mmt), against declines in Argentina (1 Mmt) and the US (500kt).

Stocks: World stocks down 500kt with increases in Argentina, Australia and Pakistan, against declines in the US, Canada and EU.

Conclusion: As expected, it was ho-hum for the wheat market and the trade will go back to weather, fund shorts and Russian taxes.

I will personally give the USDA \$1 for every ton above 33.5 Mmt that the EU exports if they will give me \$1 for every ton below!