

Fryer's Feedgrain Report

CORN

Futures	CBOT (¢)			Ethanol	RBOB	Matif (€)	S. Africa White Dec		Dalian Jan	
	Sep	Dec	Mar	Oct	Oct	Nov	Zar	\$	CNY	¢/bu
Previous	329.50	345.50	358.25	1.4250	1.6361	158.25	1'897	145.81	1'696	653.7
Close Aug 31	342.25	357.75	370.50	1.4880	1.7792	159.00	1'874	143.99	1'696	653.7
Change	12.75	12.25	12.25	0.0630	0.1431	0.75	-23	-1.82	0	0.0
SX8/CZ8	2.43					€\$: 1.1880		\$/ZAR 13.015		\$/CNY 6.590

Fob (\$)	US 2 YC Gulf		Argentine up-river		Brazil Cargo		Ukraine		C&F Asia	Oct-Nov
	prem	\$/mt	prem	\$/mt	prem	\$/mt	prem	\$/mt	US	188-193
Sep	65	160.33	40	150.49	60	158.37	-	-	S. Am	182-187
Oct	52	161.32	30	152.66	47	159.35	58	163.68	Ukraine	187-192
Nov	56	162.89	35	154.63	52	161.32	55	162.50		
Dec	59	164.07	40	156.59	57	163.29	56	162.89		
			Peso	17.37	Real	3.144		UAH 25.67		

Crops/Weather: Rain in the US remains confined to the south-east, Delta and Atlantic coast, with the rest of the country staying dry. The unknown over the coming days will be the path of Irma which looks like another strong and potentially dangerous storm. Temperatures will remain below normal in the eastern half of the country. Rain in Europe is slowly moving further east with temps mostly near normal.

Markets: CBOT corn bounced 12¢ on estimated heavy fund short covering of 22,000 contracts as farmers reportedly closed the door. The seasonals argue for a bottom around this time of the year and weekly export sales of 992kt (old and new crop combined), were above expectations although the new crop cumulative remains well below last year. Some early yields are termed 'disappointing' but it is too early for any conclusions to be drawn.

S American Fob premiums were little changed with Argentina's harvest advancing 4% on the week to 94% complete against 97% a year ago. The national yield stands at 8.07 tph and BAGE maintained its crop estimate of 39 Mmt. Farmer selling of the 2017 crop stands at 19 Mmt (15.5 Mmt last year) whilst sales of the 2018 crop at 2.3 Mmt are running behind last year's 3.2 Mmt last year. Jo'burg gave back half of Wednesday's gains and is now down on the week, whilst Dalian will make its lowest weekly close since last July.

Matif corn closed higher but in ever declining volumes (less than 800 contracts were traded), with Fob/cash business again zero. EU weekly imports were a solid 350kt, presumably with the aim of beating the new levy of €10.95 which was confirmed today (it applies to corn, rye and sorghum with immediate effect). There were once again no changes in Ukraine/Black Sea premiums despite the rebound in CBOT corn.

Outlook: It's a long weekend in the US, the trade will closely watch tonight's CFTC update along with the developments and path of tropical storm Irma, but the bottom line for the US remains the same - can yield losses be large enough to materially impact what still looks like a very poor export demand base with still large S American stocks stretching their export tail well into the US new crop. On the other hand it remains exceptionally dry in Brazil ahead of planting of the first corn crop, with interior prices suggesting acreage cuts are likely. Overnight is unchanged.

FEED BARLEY

OATS

Fob US\$	French/EU	UK	Black Sea	W Aus	Argentina	C&F Saudi	Canada	Chi (¢)	
50kt		25kt			BB/Neco		Dom C\$	king (96%) ar U	
Sep	178.15	176.66	175-178	195.00	180-190	198-203	Previous	194.00	228.25
Oct	180.45	177.54	176-179	195.00	180-190	198-203	Close Aug 31	194.00	223.50
Nov	181.55	178.41	n/a	-	180-190	-	Change	0.00	-4.75
Dec	182.66	179.27	-	-	180-190	-	US\$	1.253	

Crops/Weather: There is again no change to the warm dry conditions in Canada, whilst rain in Europe is slowly moving further east with temps mostly near normal. Argentina will see more rain in the east and north-east, showers in Australia will be mostly concentrated in the south-east, and temps remain well below normal with more overnight frosts. India's monsoon continues to push north and east leaving dry conditions in the center and west.

Brussels: Weekly shipments were just 47kt and the season total of 522kt remains 55% below last year.

Markets: EU premiums were nominally unchanged, but whilst we heard no trade in the Black Sea, Russia nearby replacement was put at around \$180. So having surpassed the 11.5 pro milling value a couple of weeks ago, Black Sea barley is now comparable to the 12.5 pro milling price! And the trade continues to wonder whether there will be some imposed restrictions on Russian barley and corn exports in order to free up the maximum capacity for what is rapidly becoming a dramatic situation in wheat.

There was no change in S Hemisphere Fob values, and Canadian cash showed no reaction to Stats Canada's crop number of 7 Mmt (USDA 7.2 Mmt, last year 8.8 Mmt).