

WHEAT

Matif wheat					LIFFE (£)		Freight			
	Sep-24	Dec-24	Mar-25	May-25	Nov 24	May 25	Baltic	Egypt	Algeria	Morocco
Previous	220.75	229.50	234.00	236.75	196.25	204.80	34.00	34.00	27.00	27.00
Close Jul 11	223.50	232.25	236.75	239.75	196.85	206.00	24.00	24.00	24.00	21.00
Change	2.75	2.75	2.75	3.00	0.60	1.20	17.00	17.00	24.00	20.00
Matif-CME spread (€)	30	31	29	28			23.00	23.00	28.00	26.00

Fob Basis (€)	France	German	Baltic	**CVB	Baltic	Flat Fob US\$	France	German	Baltic	Baltic
	11 pro	12.5 pro	12.5 pro	12.5 pro	11.5 pro		11 pro	12.5 pro	12.5 pro	11.5 pro
Aug	-2	-7	-12	-11	-15	Aug	240	244	239	236
Sep	-3	-6	-11	-10	-14	Sep	240	246	240	237
Oct	-5	-4	-8	-15	-11	Oct	247	248	244	241
Nov	-3	-2	-6	-12	-9	Nov	248	250	245	242

*NTT = Novorosysk, Taman, Tuapse				**CVB = Constanza, Varna, Burgas			Spot CPT markets	
Fob US\$	Russian 12.5 pro	CVB**	Ukraine	Russian	**CVB	Russian export tax	Russia (12.5 pro)	Rub 15000
Aug	186	221	231	209	211	Jul03-Jul09	1818	
Sep	187	222	232	210	212	approx US\$	\$21	\$ (inc. tax) 193
Oct	-	-	236	-	-	Indicative price	\$236	Constanza (12pro)
Nov	-	-	239	-	-	Previous	2493	€ 202
						11-Jul-24	2713	\$ 219

Matif had a solid rally from strong support lines and closed up €2.50, a bit off the highs however. The Sep-Dec carry was little changed and has yet to show signs of tightening to support the flat price gains. Eastern EU heat is too late to affect yields but can alter a little sentiment as corn crop optimism wanes (see below). The Ukrainian wheat harvest is considered 30% complete, and there is a mixed view on how the quality is panning out. So whilst it seems likely the share of milling will be higher than last year, it's still a debate about the extent. In this regard, 11.5 pro milling out of the Black Sea was traded in recent days in the low \$200's, and this grade still seems to be the most liquid and abundant. Russian 12.5 traded Kavkas in the low \$220's yesterday, so there is a certain premium growing for higher proteins, although there is an assumption that protein levels will rise as the Russian harvest moves north. Whether this will be at the expense of yields remains to be seen, and we have our doubts about the assumption. Kazakh production ideas are growing and the gov expects a record grains crop this season. We didn't see a breakout for wheat, but suspect it will be 16MMT+. For the region as a whole, higher protein milling wheats are maybe not best described as tight, but for sure quality concerns are being raised, especially as you move West across the EU. Franceagrimer raised put old crop stocks at a still record 3.8MMT with new crop stocks normalising to 3MMT (see page 2). Many thanks to all who commented back on last night's wire. It is appreciated and we will take the time to consider all your views and hope to get back on the topic after tomorrows WASDE.

BARLEY

Fob	France (€)	German (€)	Baltic (€)	CVB (€)	France (\$)	German (\$)	Baltic (\$)	CVB/Balkans (\$)	Rus/Ukr (\$)	WA
Aug	-25	-52	-55	-53	215	192	192	185	177	245
Sep	-25	-52	-55	-52	216	192	192	186	178	245
Oct	-31	-50	-53	-52	218	195	195	196	188	-
Nov	-27	-47	-50	-60	222	198	198	187	179	-

Russian Export Tax		Jul 03 - Jul 09	0	Aprox US\$	0
Indicative price		\$167	11-Jul-24	0	

Freight	N. EU	B. Sea	Aussie
Jeddah	\$40	\$45	\$35

Malting barley remains the primary issue as quality ideas have greatly diminished in line with French and S Germany harvest results. Feed barley markets are not much changed, other than the vacuum in demand, which is being exacerbated by malting barley downgrades to feed. There are not enough spring barley crops in the hot areas of Europe to be concerned for overall volumes, but drier weather is needed to avoid spring barley crops in Western EU suffering the same fate as winter barley.

CORN

		Russian Export Tax		Jul03-Jul09	0	\$0.0				
		Indicative price		\$174						
Futures	Aug	Nov	Mar	Fob	Fr Bay €	Poland €	Rhine €	Constanza €	Constanza \$	Ukraine \$
Previous	216.00	207.25	210.25	AS	217	215	-	181	196	188
Close Jul 10	219.00	212.00	216.00	OND	221	219	216	183	199	189
Change	3.00	4.75	5.75	JFM	221	219	218	184	201	-

We straw polled traders in the central and Easter EU region for views on corn crops, and the mood compared to even last week has greatly changed. We should acknowledge that crops were exceptional up until a week ago, and still hold good yield potential, but current and forecast heat is now stressing crops and yield ideas will be pulled lower as a result. Ukrainian had traded recently in the mid \$180's, putting Med into the \$210-215 range, but both are likely higher today although we didn't see any firm levels. POC bids were \$185 as of last night, whilst CVB delivered bids for new crop were in the low €170's this morning. Matif responded with €4-5/tonne higher closes. Farmer selling has dried up with the drying soils but be mindful that local basis should do the heavier lifting compared to world corn values.

World Wheat Fob Comparisons from lowest to highest

12-Jul-24

	Russian	CVB	SRW	Baltic	Baltic	French	German	HRW	Argentine	APW
	12.5	12.0		11.5	12.5	11.5	12.5	11/12.5	11.5	
Aug	221	231	232	236	239	240	244	264	278	280
Sep	222	232	236	237	240	240	246	266	291	283
Oct	-	236	252	241	244	247	248	276	-	-

	\$	Change	€	Change		\$	Change	€	Change
€	1.0863	0.0033	1	0.0000	UAH	40.6000	0.2900	44.1038	0.2670
£	1.2907	0.0062	1.1858	0.0020	Turk Lr	32.8564	-0.0234	35.6919	-0.0215
Rub	86.996	-1.3500	94.5032	-1.2428	Egypt £	47.9500	0.0000	52.0881	0.0000

Trade Estimates for the USDA July Report

US 2024 Yield bpa

	Trade		USDA
	Range	Average	June
Corn	179-181	180.8	181.0
Beans	51-52	51.9	52.0

US 2024 Production Bbu

	Trade		USDA
	Range	Average	June
Corn	14.857-15.113	15.063	14.860
Beans	4.335-4.436	4.424	4.450

In the last 25 years, the USDA has only changed the July yield from their June estimate 5 times on corn and 4 times on beans. It takes something extreme for them to do this, and we have not had something extreme.

US 23/24 End Stocks (Bbu)

	Trade		USDA
	Range	Average	June
Corn	1.997-2.122	2.049	2.022
Beans	0.329-0.39	0.355	0.35

US 24/25 End Stocks (Bbu)

	Trade		USDA
	Range	Average	June
Corn	2.174-2.454	2.312	2.102
Beans	0.35-0.527	0.449	0.455
Wheat	0.75-0.863	0.788	0.758

Argentine Production 23/24 (Mmt)

	Trade		USDA
	Range	Average	June
Corn	48-53	51.3	53.0
Beans	49-50.5	50.0	50.0

Brazil Production 23/24 (Mmt)

	Trade		USDA
	Range	Average	June
Corn	120-122	121.3	122.0
Beans	149-153	151.7	153.0

World 23/24 End Stocks (Mmt)

	Trade		USDA
	Range	Average	June
Corn	308-316	311.5	310.8
Beans	125-130	126.8	127.9
Wheat	250-254	252.1	252.3

World 24/25 End Stocks (Mmt)

	Trade		USDA
	Range	Average	June
Corn	307.5-316	311.63	310.77
Beans	125.48-129.9	127.19	127.9
Wheat	250-254	252.19	252.27

