

REPORT WEEK 40

BARLEY

EU still leading the show and exports still impressive, 3.7 Mmt so far.
However Australia ,Canada and Argentina still heading for bigger crops and seems end November first cargoes will be exported out of Australia.

Tunisia bought 50000 mt November at usd 261 ciff, which will be shipped out of Baltic sea.
Saudi bought some cargoes January/February below usd 260 ciff

Black sea small lots traded slightly above usd 240 fob .

WHEAT

Milling wheat prices steady this week ,although not many tenders .reasons could be:

- usd/euro makes EU prices pretty high
- rains in Australia might make better yields but lower proteins
- Russian government talks about wheat-intervention
- rains in Black sea area delaying corn and sun seed crops.
- some fear for frost in South –America

German wheat 12,5 pro now at usd 279 fob
Russian milling wheat 12,5 pro at usd 260 fob

EU exports on schedule and granted this week 700000 mt ,bringing total at 6.9 million tons this campaign

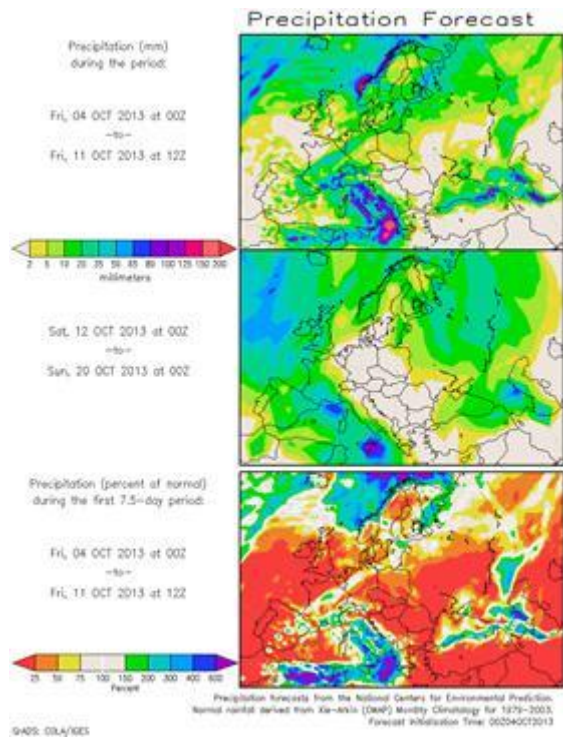
CORN

CBOT was rather quiet this week, it seems market is lacking direction and enough corn is in the world which at least in week 40 was not worth more than 440CZ. The USDA report did not have a lot of influence as expected.

In Ukraine a lot of changes in corn ownership, huge volumes have traded this week. Traders were mainly focussing on OCT cargo's as rains delayed the harvest and caused moisture levels to increase significantly. Drying will take more time and costs as well.

Levels at the moment are valued around +45cts on every position. OCT positions are around +55cz3
Our personal guess is that between 700 and 800k Ukrainian corn traded this week. Next to that about 250k of Balkan corn traded.

Weather in Black Sea will turn to be normal next week's so some premium pressure is expected next couple of weeks for positions after 2H NOV.



Today Turkish TMO announced that they will open another tender to export corn (100k end nov / 100k end dec).

South Korea's largest feedmaker Nonghyup Feed Inc. (NOFI) has purchased 52,000 tonnes of corn in a direct deal after previously making no purchase in a tender for 140,000 tonnes of corn, European traders said on Wednesday. Seller was Quadra at \$234.65 per Mt for MCH arrival. Next to this consumptive coverage we saw some buyers in Egypt, Northern EU and Israel.

226Kmt export licences were requested this week making the total this season now 827000mt. The EU imported only 84k, season total of just over 1 Mmt.

Brazilian premiums are still around +60/65cz3, Argentinean premiums even higher and US premiums are below 60cz3.