

Market Report week 29

Corn

CBOT this week broke the support/resistance line at 510 ½ again which resulted in a fall of price just below 5.00. Due to this it seems that falling premiums in the BlackSea came to a standstill. Marubeni bought a cargo at +5cz3 for OCT and +9cz3 traded for December shpmt, Romburs bought. Right now, the market is +5cz3 vs +10cz3. Korea bought three cargos today below 240usd, Dec arrival and one at 274,50 for 1h Sept arrival. Dreyfus, Voest Alpine and Concordia were the sellers. At the moment we see more demand coming at those prices from FarEast and Africa.

Constanza traded at 152eur (15/10-15/11 shpmt) and 153eur (Dec shpmt) on Thursday, today we are again looking for a Dec cargo at 153eur. So far offers are at 155eur. Oct is trading at 151eur in Bulgaria.

CIF Holland this week traded at 168/167 and 166eur so that market is under pressure as well. Jan/Mch positions are trading at 173 and Jan/Jun was trading at 175 this week. FOB Danube is trading at 144 and 143 which is, compared to other destination markets, too expensive and should result in a correction. CIF Span Med traded at 219usd for O/N/D positions and 223 for J/F positions.

Wheat

Feedwheat keeps on coming down, probably based on Ukrainian and Bulgarian supply. SouthKorea was sold today at usd 264 cippo, meaning around usd 222/223 FOB BlackSea.

Fob market for Ukraine was traded down to usd 227 september/october. As per today we can find the offers at 226usd without a real bid.

Still believe Ukraine percentage feedwheat around 50%. Russian quality seems to be safe, although some concern on testweight.

GASC finally came back and bought 300000 mt Romanian/Ukrainian and Russian millingwheat around usd 247/248usd FOB (take usd 4-5 per Mt costs into account) for 20-30 august, which means GASC now covered for august and they have money available.

Barley

BlackSea origins remain at high levels at or above 245usd. NorthEuropean origins are at 240usd or below so first weeks export certificates from EU resulted in 450k already. Canada is showing up for OCT positions around 250usd. Australian cargo's are at the same levels (DEC/JAN), Argentina is 235 vs 245usd.

Algeria bought 2 cargo's in this weeks tender at 264 and 265usd. Glencore and Invivo were the sellers. Jordan bought this week one cargo at 280.75usd from Sarles, shipment 1h FEB. Saudi we did not hear anything this week. Offers for DEC/JAN positions into Saudi we see at 275usd, bids for AUG/SEPT are close to 270usd.

Baltic barley in handy size we are looking for a buyer at mid 230s, which is in line with this week's Algerian tender.

Interior Europe is trading around 180eur CIPFO level 'till DEC. This remains a level where export market is asking for it.