

Report week 25

WHEAT

Saudi Arabia's state grains authority GSFMO has issued an international tender to purchase 715,000 tonnes of wheat

The tender deadline is Friday, June 20 Both hard and soft wheat was sought.

The wheat can be sourced from Europe, North and South America and Australia. Russian and other Black Sea region wheat generally does not qualify.

Following breakdown of the arrival periods:

Jeddah:

- Sept. 10-20 12.5 percent protein hard wheat 55,000 tonnes
- Sept. 20-30 12.5 percent protein hard wheat 55,000 tonnes
- Oct. 1-10 12.5 percent protein hard wheat 55,000 tonnes
- Oct. 10-20 12.5 percent protein hard wheat 55,000 tonnes
- Oct. 20-30 12.5 percent protein hard wheat 55,000 tonnes
- Nov. 1-10 12.5 percent protein hard wheat 55,000 tonnes
- Nov. 20-30 11.0 percent protein soft wheat 55,000 tonnes

Damman:

- Sept. 10-20 11.0 percent protein soft wheat 55,000 tonnes
- Sept. 20-30 12.5 percent protein hard wheat 55,000 tonnes
- Oct. 10-20 12.5 percent protein hard wheat 55,000 tonnes
- Oct. 20-30 12.5 percent protein hard wheat 55,000 tonnes
- Nov. 10-20 12.5 percent protein hard wheat 55,000 tonnes
- Nov. 20-30 12.5 percent protein hard wheat 55,000 tonnes

Animal feed makers in the Philippines has made an initial purchase of about 85,000 tonnes of optional-origin feed wheat in a tender for up to 180,200 tonnes

- 41,000 tonnes for Sept. 20 to Oct. 10 shipment was \$262 a tonne c&f
- 44,000 tonnes for Oct. 20 to Nov. 10 shipment was purchased at \$268 a tonne c&f

Tunisia's state grains agency bought 159,000 tonnes of optional-origin milling wheat in a tender on Tuesday. The prices paid ranged from \$253.74 to \$269.60 a tonne, cost and freight included.

Shipping dates ranged from July to September depending on origin. The wheat was likely to be sourced from the Black Sea region

Following are the detailed results of the tender:

- 25,000 T Louis Dreyfus - \$253.74/T (25Jul - 5Aug)
- 17,000 T Soufflet - \$267.00/T (5 - 15Aug)
- 25,000 T Louis Dreyfus - \$255.74/T (15 - 25Aug)
- 25,000 T Ameropa - \$259.88/T (25Aug – 5Sep)
- 25,000 T Louis Dreyfus - \$258.74/T (5 – 15 Sep)
- 17,000 T Noble - \$269.60/T (5 – 15 Sep)
- 25,000 T Ameropa - \$260.88/T (15 – 25 Sep)

Pakistan purchased about 100,000 tonnes of Black Sea region wheat as the country continues a new round of wheat imports. This brings Pakistani wheat purchasing to about 200,000 tonnes this week following previous deals:

- 50,000 tonnes was purchased at \$275 c&f for Aug. 15 to Sept. 15 shipment
- 50,000 tonnes at \$280 a tonne c&f for Sept. 15 to Oct. 15 shipment
- 55,000 tonne shipment purchased at \$266.50 a tonne c&f Port Qasim for August shipment
- The rest comprised a further shipment purchased at \$275.00 a tonne c&f and a series of sales of wheat in twenty-foot shipping containers at \$273 to \$274 a tonne c&f

Jordan's state grain buyer has made no purchase in an international tender to buy 100,000 tonnes of milling wheat which closed on Wednesday

Prices were regarded as too high.

The wheat had been sought by Jordan in a range of shipment combinations in 50,000 tonne consignments between Dec. 1, 2014, and Jan. 31, 2015.

Jordan's state grain buyer has issued a new tender to purchase 100,000 tonnes of hard milling wheat to be sourced from optional origins. Tender deadline for the wheat is June 25

Russian grain market tick firmer on the back of some rain. 249 buyable for end July anchorage, 255 August (bid 253) Feed wheat discussed at 230 USD; with Bulgaria facing severe rain we might see some more feed wheat coming out of there.

Dutch market relatively quiet this week on feed wheat with premiums to MATIF unchanged (-4/-5 under November MATIF offered, -7/-8 buying interest).

BARLEY

Jordan's state grain buyer has purchased 50,000 tonnes of optional-origin animal feed barley in an international tender for 100,000 tonnes which closed on Tuesday

The barley was bought at \$256 a tonne c&f for shipment in the second half of December.

Jordan's state grain buyer has issued an international tender to purchase 100,000 tonnes of animal feed barley to be sourced from optional origins. Tender deadline for the barley is June 24

FOB levels in the BlackSea are at \$220 for SEPT shpmt. Several buyers around to cover some short positions into Saudi and Northern Africa. Iran and China are active buyers as well. July and August demand is not there for now. Technical market.

EU prices are still little too high for the international market, but since Blacksea is not ample at the moment we might see the market coming towards EU prices.

Dutch market new crop (sep/dec) was traded this week around levels of 173/4€. Some new positions were taken on jan/jun @ levels of 180/79€.

CORN

All to be mentioned on this corn market is the 100% Fibonacci retracement at 435cts on CZ4. Now we are at 448 so it did its job. Technically we believe some room is left to touch close to 460cz4 levels. Much further up would be strange basis current crop conditions and market circumstances.

Physical market was very quiet, one trade was reported at +85cz4 FOB Ukraine for a panamax vessel but buyer is denying the trade. +80cu4 traded for a big size in Brazil.

FOB Danube is trading at 150eur for harvest positions and 154eur for bss JAN positions.

Dutch market in corn this week nothing happening as Dutch consume is rather well covered until the new crop. Paper trade is almost non-existent and people that are short wait till the last possible moment to step in as they expect prices to go down more.