

## **Market report week 27**

### **Corn**

This week's Korean buyers finally could buy levels around 200usd FOB equivalent BlackSea. This level reflects premium levels of around +5 /+10cz3. FOB Nikolayev traded for 1h DEC at +10cz3. Another handy in a big port traded at +10ch4 for shipment 1h Jan.

EU crop was raised again this week to an enormous number of 70Mmt. Basis these crop figures EU can be self-sufficient which means Ukraine has to keep fighting themselves into world markets, mainly Far East markets. This year's handy market will be more apart from the panamax size vessel market than ever as most of the Ukrainian export will be done basis big size.

FOB Constanta was quiet this week on maize, mainly concentrating on barley and wheat. Current levels are around 162eur. FOB Danube is bid at 152 for oct/nov positions and 158 bss Jan positions. CIF Holland is a rather dull market around 175eur, but highly difficult to find buyers. Consumption is not showing their faces at all which makes it even more difficult to put business together.

CBOT broke a long support at 5.10 on CZ3 on favourable weather and big world supply in coming season. Next week's weather will make it difficult to break through the old support or new resistance...

### **Barley**

Like all grains barley was losing ground as well, 240usd one can buy in most parts of EU, BlackSea is offered at 245usd. Saudi Arabia is traded down to mid-260s where SGAF best bid is 260usd at the moment.

Jordan bought 100k 2h OCT-1H DEC at 272,95usd from Glencore. Tunisia bought 75k just below 260usd from Nidera and Cargill.

We see some buyers coming in just below 240usd in Northern Europe to cover earlier sales. CIF Holland is being offered at 183eur for Sept/Dec positions which feels low in the current environment. FOB Danube traded this week at 163eur, FOB Constanta traded for smaller lots around 186eur. The German cpt market bss SEPT was also trading around 180eur, it is rumoured that AUG cpt was trading at 175eur.

### **Wheat**

Positive about this week is that consumption is making advantage out of dropping prices and we saw Jordan/Tunisia/Egypt/Africa and Asia buying milling wheat ex Ukraine and Russia

Besides China started to buy more USA wheat

Trade still shorting the market and Origination companies became active as well

EU levels not competitive to Black sea levels with usd 10-15 per mt premium

Current fob levels fob Russia/Ukraine:

Feedwheat                      usd 227

Feedwheat 10,5 protein    usd 233

Millingwheat 11,5 pro      usd 244

Millingwheat 12,5 pro      usd 250-252

Feedwheat Korea bought some additional cargoes in the range from usd 273 down to usd 269 cippo, still being good premium against corn.

Ukraine we expect more feedwheat percentage[40-50%],due to weather but hope to get more information and dry weather forecast from this weekend