

CORN

This week's CBOT moved from 422 to 412 and back again on CZ3. Not much going on there.

Destination markets are turning from tight into ample, some 800Kmt ex Ukraine was shipped to Egypt, 300Kmt is waiting to be discharged in Spain and finally the vessels are arriving in the Northern EU ports. Spain is already showing their old school counter margins ex-store and the appetite in the Dutch interior to buy the spot barges is disappearing.

Ukrainian FOB prices are around 200usd from Jan till May and one might be able to score some couple of dollars premium on a DEC pmx, say 201/202usd.

The Danube is also one flat line from Nov till Jan at 156eur FOB.

We could imagine when all consumers finally get their corn and silo's are full, premiums will lose some value in Ukraine and people can breathe again on their logistics and deliveries.

Tenders:

South Korea's Major Feedmill Group (MFG) purchased 113,000 tonnes of corn thought likely to be sourced from the Black Sea region in deals which took place on Friday,

- 50,000 tonnes was purchased for arrival by Apr. 18, 2014, at \$240.80 a tonne c&f from CHS
- 63,000 tonnes for arrival by Apr. 19, 2014, was purchased at \$240.80 a tonne c&f from Cargill

South Korea's Major Feedmill Group (MFG) has purchased 184,000 tonnes of corn to be sourced from the United States and Black Sea region in a tender for up to 210,000 tonnes which closed on Tuesday

- 63,000 tonnes of U.S. origin corn for arrival by Apr. 25, 2014, at \$239.99 a tonne c&f from Cargill.
- 63,000 tonnes of Black Sea origin for arrival by Apr. 30, 2014, was purchased at \$237.68 a tonne c&f also from Cargill.
- 58,000 tonnes of U.S. origin for arrival by May 10, 2014, was purchased at \$240.14 a tonne c&f from ADM

South Korea's largest animal feed maker Nonghyup Feed Inc. (NOFI) has purchased 136,000 tonnes of corn to be sourced from the United States in direct deals with trading houses on Monday, European traders said.

- 68,000 tonnes for arrival by Apr. 5, 2014, was purchased at \$243.90 a tonne c&f from Toepfer
- 68,000 tonnes for arrival by Apr. 20, 2014, was purchased at \$241.87 a tonne c&f from Cargill

WHEAT

This week we saw little action; however market still sure about shorts until end of January that need to be covered.

One traded for December at 287,00 usd FOB Russia.

Buyers sniffing around in Euro black sea region as well for GASC specifications.

It seems that these shorts will balance the market till early 2014, after that, we will see if the prices will move south or not.

Tenders:

Egypt's GASC was again in the market this week and booked 120,000 mts Russian wheat for the shipment period 11-20 Dec as follows:

- Aston 60kmt Russian 291.76(FOB) 13.90(freight) 305.66(CIF)
- Nidera 60kmt Russian 290.36(FOB) 15.30(freight) 305.66(CIF)

South Korea's Major Feedmill Group (MFG) has rejected all offers and made no purchase in a tender for up to 65,000 tonnes of feed wheat which closed on Thursday
The lowest offer was said to be \$299.48 a tonne c&f plus a \$1.50 a tonne surcharge for extra port unloading
The offer was made for 55,000 tonnes of worldwide origin wheat. The tender had sought arrival by Feb. 20, 2014

Indian state-run trading company PEC has issued two global tenders offering to export a total of 155,000 tonnes of wheat for shipment by Jan. 25, statements on the company's website showed on Wednesday.
The company will make available 120,000 tonnes at Kandla port on the western coast, while the remaining 35,000 tonnes will be offered at Vizag port on the east coast.
The last date to bid for both the tenders is Dec. 12.

Iraq tender was not yet booked, they are asking for extension of the offers till Monday.

Jordan passed but will re-tender

Feed wheat is seemingly a non-issue.
Very little around, some out of Canada and in a later stage maybe some ex Australia as well.

Australians in full swing with their wheat crop; quality leaving little to wish for is what we hear.
maybe some feed wheat out of Albany; so far lowest grade ASW and that is quoted low 290's Fob WA.

BARLEY

Jordan did this week what was expected to happen, they passed the tender. Levels were same as last time and the expectation of the Jordan gvmnt is that levels should be lower. Saudi levels are finally breaking the 260usd level on the back of good crops in Argentina and Australia. Australian FOB levels are trading at 230usd, Argentinean FOB levels are offered at 217 for handy size, we should be able to get a bid at 215usd. Moroccan buyers are paying 256usd for JAN/FEB positions and it is expected more demand will follow from Morocco. All in all, Morocco is one of the last destinations still looking for barley in the next coming months.

EU export this week counted for 67kMt, total this season 4.6Mmt. In the end EU will export about 5Mmt which will result in an ending stock of about 8.5 – 9 Mmt. It is strange to see that next year's barley prices are still at the high levels, interior Dutch prices are at 190eur for Jan/Mch positions, Apr/Jun positions are trading at 188eur which is still about 260usd FOB EU equivalent.

Tenders:

Jordan's state grain buyer has issued a new international tender to purchase 100,000 tonnes of animal feed barley.

The grain can be sourced from any optional origin.

The barley is sought in a range of shipment combinations in 50,000 tonnes consignments between May 1 to July 31, 2014.

Tender deadline is Nov. 26.

EU import and export licences 01/07/2013 - 19/11/2013

In summary:

mt	EXPORT Licences	IMPORT Licences
Soft wheat	10,618,503 t	763,662 t
Wheat flour	318,935 t	8,835 t
Durum Wheat	238,973 t	612,082 t
Barley	4,579,680 t	8,286 t
Maize	1,751,036 t	2,440,515 t
Rye	67,652 t	
Oats	86,419 t	0 t
Sorghum		28,341 t
Triticale	0 t	