

REPORT WEEK 2

Let us first start with wishing you all the best for 2014!

CORN

- South Korea's Korea (KOCOPIA) has purchased 60,000 tonnes of corn to be sourced from the United States in a tender which closed on Friday
It was purchased at \$247.50 a tonne c&f including a surcharge for unloading at a second port and seller was said to be Cargill.
The association had sought arrival by Apr. 25.

CBOT is going on direction, down!! Report tonight will probably tell us that stocks will even be bigger, even 2Bbsh carry out is not out of the question. Funds are running the show and are getting more and more convinced of their short strategy.

Ukrainian prices are very firm, demand is still okay and there is no reason for domestic traders to decrease prices. Latest trading levels reported are around 206 to 208usd which is close to +110CK. In meantime US corn is being imported into EU as well so the need for Ukrainian corn into EU is getting less.

Line-up at the moment in Ukraine is 0.6Mmt compared to 1.6Mmt one month ago. It seems logistical problems are solved.

The Dutch market was a bit more active this week, some trades were done around 170eur for Jan/Feb/Mch positions, Apr-june positions are being offered at 173, new crop is 175 vs 177eur but not many trades reported yet on this new crop. Levy is on its way, we're only 5-7eur above levy to come in.

WHEAT

- Egypt bought 535,000 tonnes of Ukrainian, Russian, Romanian and French wheat for shipment in Jan. 21-31 and Feb 1-10
Herewith the breakdown of the purchases with prices on a cost and freight basis:
 - 55,000 tonnes of Russian wheat from Glencore at \$316 per tonne for Jan 21-31 shipment
 - 60,000 tonnes of Ukrainian wheat from Al-Alamiyya (Union) at \$316 per tonne for Jan 21-31 shipment
 - 60,000 tonnes of French wheat from Bunge at \$318 per tonne for Jan 21-31 shipment
 - 60,000 tonnes of Romanian wheat from Toepfer at \$315.83 per tonne for Feb 1-10 shipment
 - 60,000 tonnes of Ukrainian wheat from Etihad (Union) at \$316 per tonne for Feb. 1-10 shipment
 - 60,000 tonnes of Romanian wheat from Bunge at \$316.24 per tonne for Feb. 1-10 shipment
 - 60,000 tonnes of Romanian wheat from Cargill at \$317.27 per tonne for Feb. 1-10 shipment
 - 60,000 tonnes of French wheat from Invivo at \$317.77 per tonne for Feb. 1-10 shipment.
 - 60,000 tonnes of French wheat from Lecureur at \$320.76 per tonne for Feb. 1-10 shipment

- Jordan's state grain buyer has rejected all offers and made no purchase in an international tender for 100,000 tonnes of optional-origin wheat which closed on Tuesday the 7th.
The tender had sought shipment during May and June 2014. They have issued a new international tender for the purchase of 100,000 tonnes of wheat
The grain can be sourced from any optional origin. Tender deadline is January 15th.
- Iraq's state grains board has issued an international tender to buy at least 50,000 tonnes of wheat to be sourced either from the United States, Canada or Australia only, The tender closes on Jan 19 and offers must remain valid up to Jan 23. In its previous tender reported on Dec. 19, Iraq's state grain board purchased 350,000 tonnes of wheat all of Australian origin.

Export figures EU impressive again as a start in 2014.

GASC and Algeria bought over 1 million tons lately see decent volume of shipments into Iran and rest of Africa

Current fob values as follows:

- Fob Germany 12,5 pro usd 285
- Fob Poland 12,5 pro usd 280
- Fob Russia/Ukraine 12,5 pro usd 293
- Fob Russia/Ukraine 12,5 pro usd 295
- Fob Russia/Ukraine 11,5 pro usd 290

Argentina still blocked as exporter

Australian and Canadian ports fully committed for January/February and cold temperatures in Canada (-40 degrees Celsius) not helping.....

Wheat in the Dutch interior markets were active this week, as MATIF wheat took a big dive this week prices ranged for feb/mrch between 205 and 201. April/june was traded between 204 and 201. New crop wheat (sep/dec) was traded between 189 and 186 (premium of 1/0,5 compared to matif).

BARLEY

- Algeria's state grains agency OAIC bought 100,000 tonnes of optional-origin barley in a tender on Wednesday, they paid between \$268 and \$269 a tonne, cost and freight included, for the barley, which is to be shipped in February. Argentina was seen as the most likely origin of the grain.

Australia and Argentina controlling the market these days and despite limited demand (especially Saudi blocked due to big supply and stocks) market moved up usd 5-7 per mton.
China demand still very "healthy" and expectations regarding total imports for barley (feed and most malting) will be over 3.5 million tons.

Fob Australia usd 235 per mt

Fob Argentina moved up to usd 222 fob.

New crop in EU starts to be discussed/ traded at levels of around usd 240 fob.

Canada has a big surplus as well, but export-terminals blocked by other grains till June

EU import and export licences 01/07/2013 - 07/01/2014

mt	EXPORT Licences	IMPORT Licences
Soft wheat	15,082,748 t	1,075,364 t
Wheat flour	421,829 t	12,242 t
Durum Wheat	330,565 t	752,751 t
Durum Wheat Meal		
Durum Wheat Flour		
Barley	4,780,522 t	9,129 t
Maize	2,078,578 t	5,567,155 t
Rye	80,877 t	
Oats	128,680 t	54 t
Sorghum		123,593 t
Triticale	0 t	