

**Daily Market Report**

8/08/2011 15:29

Grain Delivered To Graincorp Sites										
**2011 / 12 Harvest** (Best MG Bids, fixed grade bids available)										
	2010 - 11									2012 / 13
Wheat	Newcastle (Upcountry Del)	Newcastle (Upcountry Del)	Goondiwindi West	Moree	Bellata	Narrabri	Gunnedah	Spring Ridge	Baradine	Newcastle (Upcountry Del)
APH2	\$295.00	\$293.00	\$260.00	\$252.40	\$255.20	\$258.20	\$263.10	\$264.00	\$246.80	POA
H2	\$265.00	\$278.00	\$246.00	\$237.40	\$240.20	\$243.20	\$248.10	\$249.00	\$232.00	POA
AUH2	\$260.00	\$261.00	\$231.00	\$214.40	\$217.75	\$221.50	\$229.00	\$231.75	\$222.00	POA
APW1	\$238.00	\$266.00	\$236.00	\$224.40	\$227.20	\$230.20	\$235.10	\$236.75	\$227.00	POA
ASW1	\$233.00	\$241.00	\$218.20	\$199.40	\$202.20	\$205.20	\$210.10	\$211.75	\$202.00	POA
AGP1	\$210.00	\$230.00	\$203.20	\$189.40	\$192.20	\$195.20	\$200.10	\$201.00	\$183.80	POA
HPS1	\$243.00	\$236.00	\$203.00	\$188.25	\$192.75	\$196.50	\$204.00	\$206.75	\$197.00	POA
FED1	\$203.00	\$215.00	\$183.20	\$174.40	\$177.20	\$180.20	\$185.10	\$186.00	\$168.80	POA
SFE1	POA	\$328.00								
APW Move Today	\$0.00	\$2.00	***Contracting From ALL Upcountry Sites*** Call to confirm Multi-Grade Values ***							
Durum	Newcastle (Upcountry Del)	Newcastle (Upcountry Del)	Moree	Bellata	Emerald Hill	Curlewis	Spring Ridge	Tamarang	Willow Tree	Newcastle (Upcountry Del)
DR1	\$360.00	\$360.00	\$317.40	\$320.20	\$327.73	\$329.00	\$331.00	\$328.20	\$332.00	POA
DR2	\$340.00	\$340.00	\$297.40	\$300.20	\$307.73	\$309.00	\$311.00	\$308.20	\$312.00	POA
DR3	POA	\$320.00	\$275.00	\$280.00	\$286.00	\$289.00	\$291.00	\$286.00	\$292.00	POA
Barley	Newcastle (Upcountry Del)	Newcastle (Upcountry Del)	Goondiwindi West	Moree	Narrabri	Boggabri	Gunnedah	Caroona	Quirindi	Newcastle (Upcountry Del)
GA1	\$223.00	\$303.00	\$256.00	\$255.25	\$263.50	\$268.00	\$271.00	\$275.25	\$277.75	POA
F1	\$235.00	\$238.00	\$205.00	\$195.00	\$198.50	\$203.00	\$206.00	\$210.25	\$212.75	POA
Canola	Newcastle (Upcountry Del)	Newcastle (Upcountry Del)	Moree	Premier	Ulamambri	Tamarang	Quirindi	Willow Tree	Neilrex	Newcastle (Upcountry Del)
Track	\$534.00	\$565.00	\$517.25	\$533.00	\$529.75	\$534.75	\$539.75	\$541.25	\$533.50	POA

0/01/1900	2011 Harvest Sorghum					Newcastle	2012 Harvest Sorghum					Newcastle
Sorghum	Goondiwindi West	Moree	Gunnedah	Spring Ridge	Willow Tree		Goondiwindi West	Moree	Gunnedah	Spring Ridge	Willow Tree	
Track	\$190.00	\$174.00	\$190.00	\$193.00	\$198.00	\$222.00	\$193.00	\$180.25	\$196.00	\$198.75	\$204.25	

Brisbane Track	APH2	H2	AUH2	APW1	ASW1	AGP1	SOR1	GA1	F1
2010 / 11	\$350.00	\$258.00	\$250.00	\$250.00	\$245.00	\$245.00	\$225.00	\$0.00	\$233.00
2011 / 12	\$295.00	\$281.00	\$266.00	\$271.00	\$255.00	\$240.00	\$228.00	\$291.00	\$233.00

Cotton	Delivered Ginyard	2011 =	POA	2012 =	\$490	2013 =	\$450
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OLD CROP: Ex Farm Estimates					**NEW CROP: Ex Farm Estimates**					
Location	2010 - 11 Harvested				2011 - 12 Harvest					
	Sorghum 10	SFW1	F1	Mono	SFW1	F1	Canola	Chickpea	Sorghum 11	Mung Bean
Baradine	\$178	\$190	POA	POA	POA	\$195	\$511	\$470	POA	\$785
Bellata	\$192	\$208	POA	POA	POA	\$204	\$525	\$480	POA	\$820
Boomi	\$192	\$225	POA	POA	POA	\$205	\$501	\$480	POA	\$825
Coonamble	\$168	\$188	POA	POA	POA	\$190	\$501	\$473	POA	\$785
Garah	\$180	\$213	POA	POA	POA	\$204	\$506	\$475	POA	\$825
Gunnedah	\$198	\$205	POA	POA	POA	\$215	\$531	\$475	POA	\$805
Moree	\$181	\$210	POA	POA	POA	\$209	\$514	\$480	POA	\$825
Mullaley	\$196	\$205	POA	POA	POA	\$208	\$529	\$475	POA	\$805
Narrabri	\$193	\$208	POA	POA	POA	\$204	\$526	\$483	POA	\$818
Premier	\$196	\$200	POA	POA	POA	\$210	\$531	\$465	POA	\$795
Spring Ridge	\$198	\$205	POA	POA	POA	\$213	\$531	\$470	POA	\$800
Walgett	\$168	\$193	POA	POA	POA	\$189	\$501	\$475	POA	\$790
Willow Tree	\$200	\$205	POA	POA	POA	\$214	\$533	\$468	POA	\$790

OLD CROP: Delivered End User Bids					**NEW CROP: Delivered End User Bids**					
Location	2010 - 11 Harvested				2011 - 12 Harvest					
	Sorghum 10	SFW1	F1	Mono	SFW1	F1	Canola	Chickpea	Sorghum 11	Mung Bean
Brisbane	\$235	\$268	POA	POA	POA	POA	POA	POA	POA	POA
Downs	\$215	\$245	POA	POA	POA	\$245	POA	\$520	POA	\$850
Border	POA	POA	POA	POA	POA	\$213	POA	\$500	POA	\$850
New England	POA	\$245	POA	POA	POA	\$244	POA	POA	POA	POA
Narrabri	\$178	POA	POA	POA	POA	POA	POA	\$500	POA	POA
Tamworth / LPP	\$207	\$218	POA	\$553	POA	\$230	POA	POA	POA	POA
Dubbo	POA	POA	POA	POA	POA	POA	POA	POA	POA	POA
Newcastle	\$238	\$233	POA	\$595	POA	POA	\$571	POA	POA	POA

Mung Bean Bid is Based Of No1 Processing Grade Clean Seed Basis

Morning Comments	Afternoon Comments
<p>Well not a lot has changed since Saturday, we had some rain, not a enough but better than nothing, let me know how much you had. All we have seen all weekend is how the credit rating downgrade of the US will affect the value of the US dollar. So if the US dollar does indeed fall what does that mean to the Australian dollar? Reports vary, some say we will be driven lower with it and others suggest that we will jump higher, maybe as high as \$1.25. Australia is in pretty good shape, we survived the GFC relatively unscathed regardless of what some parties would like you to believe, we have one of the highest interest rates in the world and the coal industry seems to be holding up the economy. Our expenditure or debt per head is reducing to the horror of the retail sector but everything signals a strong economy and one worthy of investment. So what happens if our dollar goes up and the US dollar goes down, what would happen to grain prices. My guess is our local values would fall and US values would go up, it's simple maths. The big question is how to protect yourself from this scenario. Well I'm not a financial advisor so I have to be a bit careful about what I say, so consider this a disclaimer, but if this was to occur you might gain some protection from selling physical grain you are already long on and buying a US call option. The US trade still suspect that the USDA have the acres wrong for spring wheat and corn, if the trade is right a reduction in acres will also assist the domestic US wheat and corn price rally, if this was combined with a USD depreciation it could see US grain futures, i.e. US domestic grain prices climb nicely. There are lots of if's and but's and maybe's in all this and even a disclaimer, in the end only time will tell. Look for a cautious day with prices out late.</p>	<p>Most of the market is still focused on shares and currency. About \$30b has been wiped of the local share market today, initially it was doing ok but when the Shanghai index dropped 5% in 20 minutes we knew we were standing too close to the fan. Let's just hope that's not a Chinese built fan fuelled with Aussie coal. The dollar has traded in the 1.03's most of the day, dipping to a low of 1.031 from a high of 1.045. Old crop wheat and sorghum have remained basically unchanged from Friday, thanks to currency and less than expected rainfall over the weekend. I am seeing some demand for 70/10 wheat from the Moree / Narrabri area but the Newcastle market is still a little flat. New crop wheat managed to put on a couple of dollars today as did Canola while the barley's are both marginally softer. New crop sorghum on the track was also up a couple, bid at \$228 track less rail Newcastle. New season or buyer specific site deductions would apply to the new crop track numbers and as a rule we don't know what those deductions are until October or November. Asian markets are nervous given 50% of the US debt is held by Asia, China must be feeling like they are stuck between a rock and a hard spot with the US at the moment, do they continue to link their Yuan to the USD and erode buying power for non US products, or do they delink and hurt their US interests. The Chicago e session is softer on wheat and corn futures with Dec 12 currently sitting at -7c and -4c respectively but corn is just under the 700c mark at 699. So once again our prosperity relies on the strength of Asia, the way China is buying up Aussie dirt they probably wouldn't mind seeing a broken AUD for a while would they. Old crop sorghum \$238 Del Port Newcastle, limited tonnage.</p>

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