

Daily Market Report

14/09/2010 15:22

| Grain Delivered To Graincorp Sites | | | | | | | | | | |
|---|---------------------------|--|------------------|----------|--------------|----------|--------------|--------------|-------------|---------------------------|
| | 2009 / 10 | **2010 / 11 Harvest** (Best MG Bids, fixed grade bids available) | | | | | | | | 2011 / 12 |
| Wheat | Newcastle (Upcountry Del) | Newcastle (Upcountry Del) | Goondiwindi West | Moree | Bellata | Narrabri | Gunnedah | Spring Ridge | Baradine | Newcastle (Upcountry Del) |
| APH1 | \$328.00 | \$328.00 | \$296.00 | \$284.75 | \$291.75 | \$289.50 | \$296.00 | \$298.75 | \$289.00 | \$321.00 |
| APH2 | \$325.00 | \$326.00 | \$294.00 | \$282.75 | \$289.75 | \$287.50 | \$294.00 | \$296.75 | \$286.00 | \$320.00 |
| H1 | \$325.00 | \$319.00 | \$282.00 | \$271.25 | \$275.75 | \$279.50 | \$287.00 | \$289.75 | \$280.00 | \$315.00 |
| H2 | \$310.00 | \$312.00 | \$280.00 | \$264.75 | \$271.75 | \$272.50 | \$280.00 | \$282.75 | \$273.00 | \$308.00 |
| AUH2 | \$310.00 | \$306.00 | \$274.00 | \$262.75 | \$269.75 | \$267.50 | \$274.00 | \$276.75 | \$261.00 | \$291.00 |
| APW1 | \$302.00 | \$302.00 | \$270.00 | \$256.75 | \$263.75 | \$262.50 | \$270.00 | \$272.75 | \$263.00 | \$300.00 |
| ASW1 | \$297.00 | \$292.00 | \$260.00 | \$246.75 | \$253.75 | \$252.50 | \$260.00 | \$262.75 | \$253.00 | \$289.00 |
| AGP1 | \$295.00 | \$282.00 | \$250.00 | \$236.75 | \$243.75 | \$242.50 | \$250.00 | \$252.75 | \$243.00 | \$284.00 |
| HPS1 | \$310.00 | \$278.00 | \$248.00 | \$230.25 | \$234.75 | \$238.50 | \$246.00 | \$248.75 | \$239.00 | |
| FED1 | \$293.00 | \$277.00 | \$248.00 | \$229.25 | \$233.75 | \$237.50 | \$245.00 | \$247.75 | \$238.00 | \$265.00 |
| ***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 | \$295.00 | \$299.00 | \$255.40 | \$258.20 | \$265.73 | \$266.30 | \$267.00 | \$266.20 | \$269.00 | |
| DR2 | \$293.00 | \$282.00 | \$236.40 | \$239.20 | \$246.73 | \$248.00 | \$250.00 | \$247.20 | \$250.00 | |
| DR3 | \$293.00 | \$264.00 | \$221.40 | \$224.20 | \$231.73 | \$232.30 | \$233.00 | \$232.20 | \$235.00 | |
| DRF | | \$252.00 | \$211.40 | \$214.20 | \$221.73 | \$222.30 | \$223.00 | \$222.20 | \$225.00 | |
| Barley | Newcastle (Upcountry Del) | Newcastle (Upcountry Del) | Goondiwindi West | Moree | Narrabri | Boggabri | Gunnedah | Caroona | Quirindi | Newcastle (Upcountry Del) |
| GA1 | \$280.00 | \$319.00 | \$277.00 | \$276.00 | \$277.00 | \$284.00 | \$287.00 | \$291.00 | \$294.00 | \$260.00 |
| F1 | \$256.00 | \$260.00 | \$233.00 | \$218.00 | \$220.00 | \$225.00 | \$228.00 | \$232.00 | \$235.00 | \$240.00 |
| Canola | Newcastle (Upcountry Del) | Newcastle (Upcountry Del) | Moree | Premier | Ulamabri | Tamarang | Quirindi | Willow Tree | Neilrex | Newcastle (Upcountry Del) |
| Track | \$492.00 | \$495.00 | \$449.75 | \$463.00 | \$461.75 | \$465.00 | \$470.00 | \$471.25 | \$463.50 | \$445.00 |

| Sorghum | 2010 Harvest Sorghum | | | | | 2011 Harvest Sorghum | | | | |
|---------|----------------------|----------|----------|--------------|-------------|----------------------|----------|----------|--------------|-------------|
| | Goondiwindi West | Moree | Gunnedah | Spring Ridge | Willow Tree | Goondiwindi West | Moree | Gunnedah | Spring Ridge | Willow Tree |
| Track | \$207.00 | \$217.25 | \$233.00 | \$235.75 | \$241.25 | \$208.00 | \$196.75 | \$212.00 | \$214.75 | \$220.25 |

| Brisbane Track | APH2 | H2 | AUH2 | APW1 | ASW 1 | AGP1 | SOR1 | GA1 | F1 | Chickpea |
|----------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
| 2009 / 10 | \$323.00 | \$306.00 | \$306.00 | \$302.00 | \$301.00 | \$301.00 | \$242.00 | \$280.00 | \$258.00 | \$0.00 |
| 2010 / 11 | \$329.00 | \$315.00 | \$309.00 | \$305.00 | \$295.00 | \$285.00 | \$243.00 | \$312.00 | \$268.00 | \$410.00 |

| OLD CROP: Ex Farm Estimates | | | | | **NEW CROP: Ex Farm Estimates** | | | | | | | | | | | | |
|---|---------------------|------------|-------|------------|---|--------------------|--------|----------|-----------|-----------------|--|--------|--|------------|--|------|--|
| Location | 2009 - 10 Harvested | | | | 2010 - 2011 Harvest | | | | | | | | | | | | |
| | 70 / 10 | Sorghum 10 | F1 | Chickpea | 70 / 10 | Sorghum 11 | Canola | Chickpea | Mung Bean | F1 | | | | | | | |
| Baradine | \$255 | \$214 | \$230 | \$375 | \$187 | \$195 | \$446 | \$350 | \$835 | \$213 | | | | | | | |
| Bellata | \$259 | \$228 | \$245 | \$380 | \$227 | \$209 | \$460 | \$355 | \$875 | \$223 | | | | | | | |
| Boomi | \$260 | \$215 | \$240 | \$380 | \$230 | \$206 | \$441 | \$365 | \$878 | \$226 | | | | | | | |
| Coonamble | \$252 | \$205 | \$230 | \$375 | \$187 | \$185 | \$436 | \$350 | \$835 | \$205 | | | | | | | |
| Garah | \$254 | \$214 | \$245 | \$375 | \$227 | \$195 | \$446 | \$360 | \$875 | \$223 | | | | | | | |
| Gunnedah | \$274 | \$237 | \$245 | \$375 | \$212 | \$218 | \$469 | \$350 | \$860 | \$231 | | | | | | | |
| Moree | \$260 | \$224 | \$252 | \$382 | \$227 | \$204 | \$455 | \$360 | \$875 | \$223 | | | | | | | |
| Mullaley | \$268 | \$235 | \$245 | \$375 | \$212 | \$214 | \$465 | \$350 | \$860 | \$227 | | | | | | | |
| Narrabri | \$262 | \$229 | \$245 | \$385 | \$222 | \$212 | \$463 | \$360 | \$870 | \$220 | | | | | | | |
| Premier | \$270 | \$237 | \$240 | \$365 | \$202 | \$214 | \$465 | \$340 | \$850 | \$227 | | | | | | | |
| Spring Ridge | \$273 | \$237 | \$245 | \$372 | \$207 | \$218 | \$469 | \$347 | \$855 | \$230 | | | | | | | |
| Walgett | \$252 | \$205 | \$230 | \$375 | \$192 | \$185 | \$436 | \$350 | \$840 | \$205 | | | | | | | |
| Willow Tree | \$274 | \$241 | \$245 | \$370 | \$197 | \$220 | \$471 | \$345 | \$845 | \$227 | | | | | | | |
| Mung Bean Bid is Based Of No1 Processing Grade Clean Seed Basis | | | | | Mung Bean Delivery After Jan 1st to April 1st -\$100. Other Commodities Available | | | | | | | | | | | | |
| AUD / USD | | 0.9345 | | CBOT Wheat | | Move & AUD / Tonne | | \$1.90 | | APW1 Daily Move | | \$2.00 | | Basis Port | | 0.16 | |

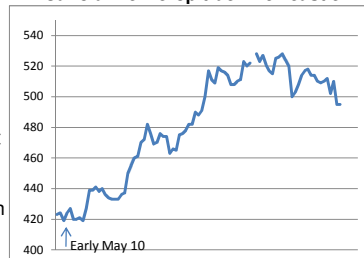
Morning Comments

US and Paris wheat futures finished higher in overnight trade. It appears analyst and merchants alike are a little sceptical of the lower world consumption numbers put forth by the USDA in Friday's report. With corn futures now climbing and almost weekly wheat sales data out of the US exceeding 1mt it doesn't appear to me that the prices have moved high enough to temper demand, I'm not saying prices will move higher, in fact I'm starting to wonder about what I'm thinking at all these days. We do need to look closely at global consumption in the mid term. Egypt have had to replace about 3mt of orders they had with the Black Sea, it appears that has been done, so really all that has happened at this stage is consumptive demand has simply moved from the Black Sea to the EU & USA, that is unless India and China who hold over half the world stocks are still likely importers, but I doubt that. Supply is the driver here, the Canadian and US spring wheat crops are taking forever to complete after yet further rain, the German crop is expected to be at least 50% feed wheat. If I was a grower I would be contracting to simply cover my downside in feed wheat price, although the lifting corn price is likely to underpin that to some extent too. So where are prices going? Well lets look at who owns the futures contracts, and surprise, surprise the funds and speculators own over 50%, do they want to take delivery?, I doubt it. So the key to predicting price movement must obviously lie in the understanding on the speculative position, are the majority long or short? I see selling around the corner.

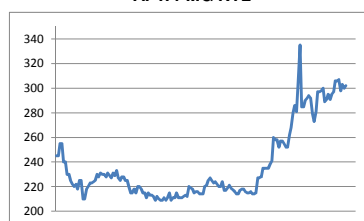
Weather

As the low over Victoria moves SE we should see showers increase in SNSW and up into the central tablelands. By late tomorrow we may see clouds roll over the bottom of the Liverpool Ranges producing falls of 10 - 20mils across the LPP with the heavier falls to the SE with lighter falls towards the border. The central tableland and central west are likely to receive between 15-30mils. Cloud over central Australia will produce heavy rain in CQ and SE QLD over the weekend.

Canola: new crop track Newcastle



APW1 MG NTL



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