

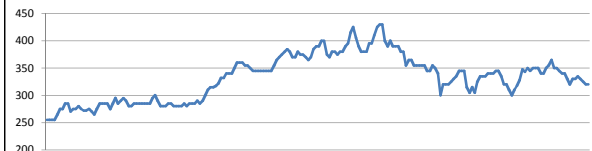


Daily Values, Comments & Weather

21/07/2008 14:12

CBOT Corn & Beans Smashed As Spread Trade & Fund Selling Takes Hold. Local Sorghum Values Fall.

Wheat:	Move 08 Crop	-15.00	
All Wheat Flat Priced.			
2008 - 09 New Crop	Track Newcastle	Gunnedah	Spring Ridge
Multi-Grade Wheat			
APH2	\$320	\$290	\$292
H2	\$315	\$285	\$287
APW1	\$310	\$280	\$282
ASW1	\$300	\$270	\$272
AGP1	\$290	\$260	\$262
FED1	\$260	\$230	\$232



Sorghum 2008	Limited Tonnage	
TRK NTL =	\$215.00	Aug /Sept
Site	TRACK	FARM
Bellata		
Boggabri	\$192.13	
Gunnedah	\$193.37	\$210.00
Spring Ridge	\$195.22	\$210.00
Premer	\$193.98	
Sorghum 2009	Track	Ex Farm
Newcastle	\$250	

2008 - 09 NACMA Location Differentials Will Apply To 2009 Crop

Canola	\$704.00	-10.00
New Crop Track: 2008 Harvest		
Moree	Premer	Willow Tree
\$666.25	\$673.50	\$681.25

Track Newcastle 2009 Harvest

Barley	2008 / 09	F1 Move	-15.00
Fixed Grade	Newcastle Track	Caroona	Gunnedah
Malt 1			
Malt 2			
Malt 3			
Feed 1	\$265.00	\$238.50	\$234.50
Feed 2		-\$41.50	-\$45.50
Feed 3		-\$26.50	-\$30.50
Delivered Graincorp options only at this stage.			
2007 - 08 Old Crop	Newcastle Track	Caroona	Gunnedah
Malt 1	\$339.00	\$318.60	\$317.37
Feed 1	\$320.00	\$299.60	\$298.37

Other Crops	Chickpea move	\$0.00
Commodity	Delvd Narrabri	Ex Farm LPP
Chickpea	\$535.00	
Faba Bean No1		
Faba Bean No2		
Sunflower (old crop) Aug		\$845.00
Pulses Delivered Before Dec 15th 2008		

What The Gurus Say

Hard to pick a bottom in the feed grain market US corn values continue to weaken under good growing conditions constantly widening the discount to off grade wheat and sorghum. A good quality wheat crop may see the spread narrow but that may well be as a result of lower wheat values not higher feed grain values. Will be best to get the US corn crop off before making longer term estimates.

Location Differentials: Draft NACMA Rates

Graincorp Site	07 - 08	08 - 09	Graincorp Site	07 - 08	08 - 09
Baradine	\$35.25	\$34.75	Curlewis	\$21.02	\$29.00
Bellata	\$26.26	\$36.25	Edgeroi	\$25.67	\$35.50
Boggabri	\$22.87	\$33.00	Emerald Hill	\$21.63	\$32.00
Burren Junction	\$32.00	\$37.75	Garah	\$32.13	\$39.50
Caroona	\$20.40	\$26.50	Goondiwindi	\$24.65	\$0.00
Croppa creek	\$33.62	\$39.75	Gunnedah	\$21.63	\$30.50
Culgoora	\$29.05	\$35.50	Gurley	\$28.05	\$36.75

At A Glance:

CBOT wheat done well to only lose 5 1/2 cents on Fridays night session, corn and beans were smashed as the season continues to go with them after a dismal start. Spread trade, sell corn / buy wheat, blew out the spread as corn saw zero support after an early attempt to rally failed. Export sorghum offers were also substantially lower out of the Gulf of Mexico which now translates to export parity being somewhere in the mid \$180's ex farm LPP equivalent. Interesting to see 2009 sorghum bids supported at these levels on a local basis, but at this stage grower selling remains very light. Old crop sorghum is a non event with many producers now struggling to find a home in the nearby market. 15 to 30mm across SNSW over the weekend.

Weather:

Conditions should clear and stabilise during the week. Nights will remain cool as a high dominates the east coast. Rain is concentrated in Qld and is no longer expected to drift south into NNSW. Mid term sees mostly dry conditions prevailing through to second week of August.

Futures	18/07/08	Sep-08	Dec-08	Mar-09	May-09	Jul-09	Sep-09
Wheat CBOT	-5 1/2	804	828 1/2	851 1/2	867	879 3/4	890
Wheat Kansas	-3/4	837 3/4	858 3/4	877	890	891	900
Wheat MGEX	8	888	895	903	908	900 1/2	904
Corn CBOT	-21 3/4	609 1/2	628 1/2	647 3/4	659 3/4	667	651
Aussie Dollar Spot	\$0.9710	Sep-08	Nov-08	Jan-09	Mar-09	May-09	Jan-10
Wheat Milling ASX	0.00	417.80	382.50	324.00	326.50	330.50	355.50
Barley Feed ASX	0.00	344.50	344.50	277.00	277.00	277.00	289.50
Canola WCE	-18.70	634.60	646.30	656.20	667.10	679.00	666.00
Sorghum ASX	-6.00	244.00	244.00	246.50	261.50	250.00	#REF!

Indicative Prices: Call To Confirm.