

Daily Market Report

24/08/2011 16:49

Grain Delivered To Graincorp Sites										
Wheat	2010 - 11	**2011 / 12 Harvest** (Best MG Bids, fixed grade bids available)								2012 / 13
	Newcastle (Upcountry Del)	Newcastle (Upcountry Del)	Goondiwindi West	Moree	Bellata	Narrabri	Gunnedah	Spring Ridge	Baradine	Newcastle (Upcountry Del)
APH2	\$305.00	\$307.00	\$273.00	\$266.40	\$269.20	\$272.20	\$277.10	\$278.00	\$260.80	POA
H2	\$283.00	\$292.00	\$261.00	\$251.40	\$254.20	\$257.20	\$262.10	\$263.00	\$245.80	POA
AUH2	\$275.00	\$273.00	\$246.00	\$229.00	\$234.00	\$237.00	\$241.00	\$244.00	\$234.00	POA
APW1	\$267.00	\$279.00	\$251.00	\$238.40	\$241.20	\$244.20	\$249.10	\$250.00	\$238.00	POA
ASW1	\$245.00	\$257.00	\$227.20	\$213.40	\$216.20	\$219.20	\$225.00	\$227.75	\$218.00	POA
AGP1	\$232.00	\$244.00	\$212.20	\$203.40	\$206.20	\$209.20	\$214.10	\$215.00	\$197.80	POA
HPS1	\$255.00	\$248.00	\$216.00	\$200.25	\$204.75	\$208.50	\$216.00	\$218.75	\$209.00	POA
FED1	\$220.00	\$229.00	\$192.20	\$188.40	\$191.20	\$194.20	\$199.10	\$200.00	\$182.80	POA
SFE1	POA	\$0.00								
APW Move Today	\$21.00	\$6.00	***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	\$372.00	\$331.40	\$334.20	\$341.73	\$342.30	\$343.00	\$342.20	\$345.00	POA
DR2	\$340.00	\$352.00	\$311.40	\$314.20	\$321.73	\$322.30	\$323.00	\$322.20	\$325.00	POA
DR3	POA	\$311.00	\$266.40	\$271.00	\$277.00	\$280.00	\$282.00	\$277.20	\$283.00	POA
Barley	Newcastle (Upcountry Del)	Newcastle (Upcountry Del)	Goondiwindi West	Moree	Narrabri	Boggabri	Gunnedah	Caroona	Quirindi	Newcastle (Upcountry Del)
GA1	\$218.00	\$281.00	\$246.00	\$233.25	\$241.50	\$246.00	\$249.00	\$253.25	\$255.75	POA
F1	\$225.00	\$236.00	\$206.00	\$210.00	\$196.50	\$201.00	\$204.00	\$208.25	\$210.75	POA
Canola	Newcastle (Upcountry Del)	Newcastle (Upcountry Del)	Moree	Premier	Ulamabri	Tamarang	Quirindi	Willow Tree	Neilrex	Newcastle (Upcountry Del)
Track	\$541.00	\$566.00	\$518.25	\$534.00	\$531.00	\$536.00	\$541.00	\$542.25	\$534.50	POA

Sorghum	2011 Harvest Sorghum					2012 Harvest Sorghum				
	Goondiwindi West	Moree	Gunnedah	Spring Ridge	Willow Tree	Goondiwindi West	Moree	Gunnedah	Spring Ridge	Willow Tree
Track	\$203.00	\$188.00	\$204.00	\$207.00	\$212.00	\$211.00	\$198.25	\$214.00	\$216.75	\$222.25

Brisbane Track	2010 / 11		2011 / 12		2010 / 11		2011 / 12		2010 / 11		2011 / 12	
	APH2	H2	AUH2	APW1	ASW 1	AGP1	SOR1	GA1	F1	APH2	H2	AUH2
2010 / 11	\$325.00	\$270.00	\$277.00	\$277.00	\$277.00	\$277.00	\$238.00	\$0.00	\$225.00			
2011 / 12	\$308.00	\$296.00	\$281.00	\$286.00	\$264.00	\$249.00	\$246.00	\$281.00	\$225.00			

Cotton	Delivered Ginyard	2011 =	2012 =	2013 =
		\$495	\$495	\$465

Location	OLD CROP: Ex Farm Estimates				**NEW CROP: Ex Farm Estimates**					
	2010 - 11 Harvested				2011 - 12 Harvest					
	Sorghum 10	SFW1	F1	Mono	SFW1	F1	Canola	Chickpea	Sorghum 11	Mung Bean
Baradine	\$182	\$196	\$125	POA	POA	\$193	\$511	\$470	POA	\$785
Bellata	\$196	\$216	\$140	POA	POA	\$205	\$525	\$480	POA	\$820
Boomi	\$207	\$233	\$160	POA	POA	\$207	\$501	\$495	POA	\$825
Coonamble	\$172	\$196	\$120	POA	POA	\$188	\$501	\$473	POA	\$785
Garah	\$195	\$221	\$155	POA	POA	\$205	\$506	\$490	POA	\$825
Gunnedah	\$202	\$210	\$130	POA	POA	\$213	\$531	\$475	POA	\$805
Moree	\$192	\$218	\$150	POA	POA	\$210	\$514	\$485	POA	\$825
Mullaley	\$200	\$206	\$130	POA	POA	\$206	\$529	\$475	POA	\$805
Narrabri	\$197	\$216	\$140	POA	POA	\$205	\$526	\$483	POA	\$818
Premier	\$200	\$205	\$130	POA	POA	\$208	\$531	\$465	POA	\$795
Spring Ridge	\$202	\$209	\$130	POA	POA	\$211	\$531	\$470	POA	\$800
Walgett	\$175	\$201	\$130	POA	POA	\$190	\$501	\$475	POA	\$790
Willow Tree	\$204	\$209	\$125	POA	POA	\$212	\$533	\$468	POA	\$790

Location	OLD CROP: Delivered End User Bids				**NEW CROP: Delivered End User Bids**					
	2010 - 11 Harvested				2011 - 12 Harvest					
	Sorghum 10	SFW1	F1	Mono	SFW1	F1	Canola	Chickpea	Sorghum 11	Mung Bean
Brisbane	\$250	\$276	POA	POA	POA	POA	POA	POA	POA	POA
Downs	\$228	\$250	\$200	POA	POA	\$247	POA	\$535	POA	\$850
Border	POA	\$215	POA	POA	POA	POA	POA	\$500	POA	\$850
New England	POA	POA	POA	POA	POA	\$245	POA	POA	POA	POA
Narrabri	\$191	POA	POA	POA	POA	POA	POA	\$500	POA	POA
Tamworth / LPP	POA	\$225	POA	POA	POA	\$228	POA	POA	POA	POA
Dubbo	POA	POA	POA	POA	POA	POA	POA	POA	POA	POA
Newcastle	\$242	POA	POA	POA	POA	POA	\$571	POA	POA	POA

Morning Comments	Afternoon Comments
Chicago corn futures rallied overnight as the Pro Farmer corn tour continues to confirm USDA crop ratings. Poor yield estimates, well below 2010 levels are evident in most fields, the heat wave during pollination is the reason. Fund managers took the opportunity to increase their long positions in corn by around 1.5mt as the US dollar continued to soften. Strength in the Asian sector resulted in the Aussie dollar gaining over 1.2c against the greenback compared to this time yesterday. Even with the increase in AUD value there is still a good chance that local old and new crop sorghum values will improve today given the extremely low basis we currently have for both old and new crop. European grains were lead higher by Paris milling wheat which put on E4.50 on the nearby contract, all this in the face of another three Russian cargos being sold into Egypt. Compared to French values the Russian wheat was around \$25 a tonne cheaper, this is seen as a bullish signal as at one stage of the game it was closer to \$50. It was rumoured the 5.9 quake that hit the US east coast last night was only the US printing presses starting up again after another round of disappointing data hit the financial markets. Chicago, Kansas and Minneapolis wheat all had good gains overnight, MGEX did lose a little of the spread to the others but with a 1 - 100 year drought raging in Texas it is probably just logical that the HRW market rallies a little. There are a number of bulls in the US wheat market at the moment and all are being steamed by a lower currency, wet weather in the spring wheat and the devastating drought in Texas so keep an eye on the US weather map. The ASX milling wheat contract saw some good action before the close resulting in 35,700t trading on the Jan 12 and 14,000t on the March 12, there was also 14kt of Jan 13 done.	Disappointingly local sorghum values bucked the trend in US futures, regardless of how low domestic basis levels are. Initially there were a small number of buyers with limited tonnage to book at \$250 track less rail for the new crop but bids were quickly reduced or abandoned once the trade kicked into gear mid morning and the majors were determined to actually reduce their bids for sorghum. Even buyers that were solid bidders yesterday morning were off the pace, the trade finally saw bids settle around \$4 under yesterday's \$250. Once again it highlights the need for serious communication with your broker, if I know what you have and what you want I will come to you first when these deals are on offer. The next question is why is basis, or the local price not willing to follow US futures or even US offers higher. The major feed grain and sorghum exporters continue to tell me there simply is no demand once prices get to a certain level, now I don't actually believe that these sellers are back top back trading but if you can't make a hedge work at these basis levels there is something seriously wrong. As I write E session corn and wheat futures at Chicago are fractionally lower as is the dollar. There has been a little new crop wheat trade at the ASX around \$275 which sits well with new crop cash bids. New crop wheat contracts are firmer today, I can't determine if that is in line with futures or not, maybe wheat moves with US futures but sorghum doesn't, well when it suits anyway. Old crop wheat has seen some good upside as demand in SQ begins to crank up, the dry up there is devastating much of the winter crop.

The information contained herein is accurate to the best of my knowledge and belief. The report and any views expressed herein are provided for information purposes only and should not be construed in any way as an inducement to buy or sell any commodity, product or service. The writer does not accept any legal liability for any loss or damage caused by trading commodities in reliance upon this information. Prices are indicative and may change without notice. Tonnage limits may apply to specific commodities or grades.