

Daily Market Report

25/01/2011 14:41

2010 Fixed Grade Grain Prices Delivered To Graincorp Sites									
Wheat	Newcastle (Upcountry Del)	Goondiwindi West	Moree	Bellata	Gunnedah	Spring Ridge	Baradine	Coonamble	2011 Newcastle (Upcountry Del)
APW1 Move =	\$1.00								\$0.00
APH1	\$416.00	\$373.00	\$372.00	\$377.00	\$384.00	\$387.00	\$371.00	\$371.00	\$341.00
APH2	\$411.00	\$373.00	\$367.00	\$372.00	\$379.00	\$382.00	\$366.00	\$366.00	\$338.00
H1								\$346.00	\$336.00
H2	\$340.00	\$291.00	\$296.40	\$299.20	\$308.00	\$310.75	\$301.00	\$295.25	\$326.00
AUH2	\$317.00	\$280.00	\$276.40	\$279.20	\$287.10	\$288.00	\$276.00	\$280.25	\$316.00
APW1	\$335.00	\$290.00	\$291.40	\$294.20	\$303.00	\$305.75	\$296.00	\$289.25	\$316.00
ASW1	\$301.00	\$251.00	\$257.00	\$262.00	\$269.00	\$272.00	\$260.00	\$267.25	\$305.00
AGP1	\$269.00	\$222.00	\$221.25	\$226.75	\$233.00	\$235.75	\$226.00	\$219.25	\$283.00
HPS1	\$295.00	\$260.00	\$247.25	\$251.75	\$263.00	\$265.75	\$256.00	\$249.25	\$280.00
FED1	\$227.00	\$205.00	\$179.25	\$184.75	\$195.00	\$197.75	\$178.00	\$171.25	\$255.00
Durum	Newcastle (Upcountry Del)	Moree	Bellata	Emerald Hill	Curlewis	Spring Ridge	Tamarang	Willow Tree	Newcastle (Upcountry Del)
DR1	\$346.00	\$300.00	\$305.00	\$311.00	\$314.00	\$316.00	\$311.00	\$316.00	
DR2	\$311.00	\$265.00	\$270.00	\$276.00	\$279.00	\$281.00	\$276.00	\$281.00	
DR3	\$276.00	\$231.40	\$235.00	\$241.73	\$244.00	\$246.00	\$242.20	\$246.00	
DR9	\$232.00	\$191.40	\$194.20						
Barley	Newcastle (Upcountry Del)	Goondiwindi West	Moree	Gurley	Narrabri	Gunnedah	Quirindi	Boggabri	Newcastle (Upcountry Del)
GA1	\$270.00	\$250.00	\$239.25	\$234.00	\$233.00	\$238.00	\$245.00	\$235.00	\$249.00
F1	\$227.00	\$210.00	\$198.00	\$183.00	\$187.50	\$195.00	\$201.75	\$192.00	\$217.00
Canola	Newcastle (Upcountry Del)	Moree	Premier	Ulamabri	Tamarang	Neilrex	Quirindi		Newcastle (Upcountry Del)
Track	\$585.00	\$537.25	\$553.00	\$547.75	\$550.00	\$553.50	\$559.75		\$575.00
Please call to confirm CAN3 spread.									
2011 Harvest Sorghum									
Sorghum	Newcastle (Upcountry Del)	Moree	Bellata	Gunnedah	Spring Ridge	Premier	Werris Creek	Willow Tree	2012 Newcastle (Upcountry Del)
Track	\$235.00	\$187.25	\$197.75	\$203.00	\$205.75	\$203.00	\$208.00	\$211.25	\$232.00

Brisbane Track	APH2	H2	AUH2	APW1	ASW 1	AGP1	Sorghum 11	GA1	F1
2010 / 11	\$408.00	\$327.00	\$315.00	\$325.00	\$286.00	\$257.00	\$245.00	\$285.00	\$245.00

Ex Farm Estimates									
Location	Sorghum 10	70 / 10	F1	Chickpea	Canola	Faba Beans	Mung Bean	APH2	Sorghum 11
Baradine	\$185	\$198	\$198	\$460	\$534	POA	\$800	\$350	\$180.00
Bellata	\$210	\$208	\$210	\$465	\$548	POA	\$810	\$364	\$194.00
Boomi	\$220	\$228	\$213	\$470	\$529	POA	\$830	\$350	\$212.00
Coonamble	\$185	\$190	\$195	\$460	\$524	POA	\$790	\$340	\$172.00
Garah	\$214	\$213	\$210	\$465	\$534	POA	\$825	\$350	\$197.00
Gunnedah	\$202	\$215	\$215	\$460	\$556	POA	\$800	\$372	\$202.00
Moree	\$220	\$220	\$217	\$465	\$543	POA	\$825	\$359	\$204.00
Mullaley	\$196	\$210	\$210	\$460	\$554	POA	\$800	\$370	\$200.00
Narrabri	\$205	\$208	\$210	\$470	\$549	POA	\$810	\$365	\$195.00
Premier	\$198	\$212	\$212	\$450	\$554	POA	\$800	\$370	\$200.00
Spring Ridge	\$201	\$214	\$214	\$457	\$556	POA	\$800	\$372	\$202.00
Walgett	\$195	\$193	\$195	\$460	\$524	POA	\$800	\$340	\$177.00
Willow Tree	\$202	\$214	\$214	\$455	\$557	POA	\$800	\$373	\$203.00

Mung Bean Bid is Based Of Processing Grade Clean Seed Basis Ex Farm LPP, contracts are area bases multigrade. Other Commodities Available									
Cotton Price	2011 =	\$850.00	2012 =	\$580.00	FOT Gin Yard	Basis APW Track Nearby	\$0.30		

Morning Comments

I'm starting to struggle to come up with a reason why the local prices have not tracked the global values a little more closely. Yesterday APW basis dropped to 38c over at the Port, that is pathetically low given the global values and currency exchange rate, but should it be higher. Lets look at how currency effects basis, just say it is 76c and CBOT wheat is 400c/bu and basis is 55c, that gives us AUD\$220, now to sustain that \$220 if the dollar goes to parity basis would need to move to 144c/bu. So why is basis softening if global prices are rising ? Maybe it is as simple as local supply and demand, remember there is no one out there endeavouring to maximise the return to growers these days. Maybe it's a repeat of the middle of last year, we all new Russia had failed and the wheat market should have been going up but it took at least a month longer to respond than many thought it would have. Maybe it is the fact that fund managers not farmers, grain traders or consumers dictate this market. Whatever it is, market analysis has become much harder over the last 5 years. EU and US wheat futures were firmer again overnight, we "should" track higher today? Canola took a hit on the Paris exchange, prices have reached a rationing level, some European fuel companies believe it is cheaper to pay the government fines for not blending than to buy canola for biodeisel, don't you love it when green government policy isn't economical..... US wheat futures moved higher on short covering after Friday's impressive export driven rally, this market feels topy, remember the beast needs feeding daily. Mungs flat, Indian chickpea futures firming. US sorghum at the gulf back \$4/t.

AUD / USD	0.9891	CBOT Wheat & FX Move in AUD / T Equivalent	\$3.68
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Weather

Patchy cloud continues to stream across SA & VIC from tropical WA. A high in the Tasman continues to create a few clouds and storms along the NSW coast and ranges. An upper level low over central Australia will create a few scattered storms along a trough line reaching across much of WNSW. Late in the week a high of the east coast will assist TC Anthony to cross the coast in FNQ and produce storms along the QLD and NNSW coast. Rain associated with the TC should remain in FNQ.

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