

Idaho Grain Market Report, January 22, 2015

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Prices paid by Idaho Elevators delivered to warehouses in specified locations for barley and wheat on Wednesday, January 21, 2015. Barley prices in \$/Cwt. and wheat prices in \$/bu.

	<u>Barley (Cwt.)</u>	<u>MALTING</u>	<u>Wheat (bu.)</u>			
	FEED		Milling			
	<u>48 lbs or better</u>	<u>Open market malting</u>	<u>#1 SWW</u>	<u>#1 HRW 11.5% pro</u>	<u>#1 DNS 14% pro</u>	<u>#1 HWW</u>
Rexburg/ Ririe/ Roberts	\$4.75 - \$5.25	NQ	\$5.85	NQ	NQ	NQ
			<u>Feed wheat</u>			
			\$3.75			
Idaho Falls	\$5.25	\$12.50	\$5.97 -6.00	\$5.58 – 5.68	\$6.07 -6.70	\$5.58-5.68
			<u>Feed wheat</u>			
			\$3.85			
Blackfoot / Pocatello	NQ	\$10.00	\$6.00	\$5.68	\$6.07	\$5.68
Grace / Soda Springs	\$5.05	NQ	\$5.90	\$5.38	\$5.78	\$5.38
			<u>Feed wheat</u>			
			\$4.05			
Burley / Rupert	\$5.20 – 5.80	\$12.50	\$5.82	\$4.94	\$6.14	\$5.54
Hazelton						
Twin Falls / Eden / Buhl	\$5.75 – 6.25		<u>Feed wheat</u>	NQ	NQ	
			\$3.50-3.75			
Nampa - Weiser	\$5.95	NQ	\$6.35	NQ	NQ	
Nez Perce / Craigmont	\$6.80		\$5.83	\$5.92	\$7.66	
Lewiston	\$7.30		\$6.08	\$6.17	\$7.91	
Moscow / Genesee	\$6.80 – 7.10		\$5.85 -5.99	\$5.94-6.13	\$7.68-7.77	\$6.13

Prices at Selected Terminal Markets, cash prices FOB

	<u>#2 Feed</u>	<u>Malting</u>	<u>#1 SWW</u>	<u>#1 HRW 11.5% Protein</u>	<u>#1 DNS 14% Protein</u>	<u>#1 HWW</u>
	<u>46 lbs. -- unit trains barge</u>					
Portland			\$6.24¾ -6.75 ordinary pro \$7.36¾ - 7.61¾ max 10.5 pro	\$6.57½ - \$6.82¾	\$8.21 –8.31	
Los Angeles	\$8.80–9.00			\$8.22 (13%)		
Tulare	\$8.80– 9.00					
Ogden	\$5.40		\$6.30	\$5.73	\$6.23	\$5.73
Great Falls	\$4.50	\$12.00		\$5.28 –5.31 (12%)	\$5.97 – 6.45	
Minneapolis	\$5.94	\$14.79		\$6.02¼	\$7.11 - 7.31	

Market trends this week

BARLEY - Local feed barley prices were steady to 35 cents lower. Open market malting barley prices remained stable this week. USDA will report export sales on Friday due to the Martin Luther King holiday on Monday.

WHEAT – Wheat prices were mixed this week: local SWW prices ranged from 20 cents lower to 2 cents higher; HRW prices ranged from 13 cents lower to 7 cents higher; and DNS prices ranged from 27 cents lower to 9 cents higher. USDA will report wheat export sales on Friday but export shipments remained lackluster last week at 310.3 TMT, bringing cumulative shipments to 57.2% of the estimate for the marketing year compared to a 5-year average of 59.0%.

Wheat competitor / buyer news – European wheat exports hit 728 TMT this week, bringing cumulative wheat export sales to 16.0 MMT compared to 16.7 MMT for the same period a year ago. Argentima raised their wheat production estimate for this year from 13.2 MMT to 13.9 MMT.

CORN – USDA reported corn export shipments last week were an improvement and at the high end of trade expectations at 747.6 TMT, bringing cumulative corn export shipments to 30.1% of the USDA estimate for the marketing year, compared to 5-year average of 34.8%.

Ethanol corn usage – DOE's Energy Information Agency reported a very modest uptick in ethanol production last week to 979,000 bbls per day – up 1,000 bbls or 0.1% from a week ago and up 8.18% from a year ago. Corn use last week totaled 102.8 million bu, still above the weekly pace of 99.3 million bu needed to achieve the USDA estimate of 5.15 billion bu. **Ethanol inventories remained high at 20.4 million bbls, up 20% from a year ago.**

Corn competitor / buyer news –Talk surfaced this week that Brazilian second crop corn acres might fall as much as 10% this year due to delayed soybean crop development in key production areas. South Korea reportedly purchased as many as 7 cargoes of Ukrainian corn this week.

Futures Market trends this week

WHEAT – Wheat prices reversed higher on Tuesday on support from short covering sparked by renewed Ukrainian-Russian fighting, but gains were limited by a rising dollar and spillover pressure from lower soybeans. Wheat finished mixed to lower on Wednesday as some follow-through buying was met by pressure from volatile outside markets and lackluster demand. Wheat prices finished lower today (Thursday) under the weight of a sharply rising dollar which reached its highest value since September 2003 and prospects of improved moisture across the Southern Plains, an important winter wheat region which has experienced a significant moisture deficit since October. **Wheat market closes on Thursday, 1/22/15...**

	Mar 2015	Weekly Summary	May 2015	Weekly Summary	July 2015	Weekly Summary
Chicago SRW	\$5.33¾	Up \$0.01	\$5.37¼	Up\$0.02½	\$5.40¾	Up \$0.02½
KC HRW	\$5.64¾	Down \$0.12¼	\$5.69½	Down \$0.10	\$5.73	Down \$0.09¾
MGE DNS	\$5.75½	Down \$0.09	\$5.81¾	Down \$0.09	\$5.90¾	Down \$0.08½

CORN – Corn moved moderately higher on Tuesday, boosted by corrective short covering and stronger export inspections. But gains were short-lived as corn futures finished lower in choppy two-sided trading on Wednesday. Corn continued to be pulled lower today (Thursday), pressured by a stronger dollar and weaker energies. **Corn futures contract closes on Thursday, 1/22/15...** Mar. 2015 contract at \$3.83¾, down \$0.03¾ for the week, May 2015 contract closed at \$3.92, down \$0.02¾ and the July 2015 contract closed at \$3.99¼, down \$0.01¾ or the week.

CRUDE OIL – Crude oil futures continued to see highly volatile trading this week – with gains met by sharp losses under pressure from rising inventories and strengthening dollar. The dollar closed at the highest level since September 2003 as central banks in several countries announced interest rate cuts and the European Central Bank confirmed a trillion dollar quantitative easing plan to ward off deflationary pressures and spur economic growth. DOE reported that crude oil inventories increased by 10.071 million bbls to the highest level in 80 years for this time of year, compared to expected increase of 2.6 million bbls. Distillates decreased by 3.272 million bbls, while gasoline stocks increased by 588,000 bbls. **Crude oil futures finished \$1.47 lower on Thursday to close at \$46.31/bbl, down \$2.37/bbl for the week.**

Idaho Wheat Commission upcoming webinars...

Herbicide Use in Fallow Years Webinar on January 23 at 8:00 a.m. (MST)

Guest Speaker: Dr. J. Earl Creech. Dr. Creech will provide a brief review of herbicide use in fallow years, including potential challenges, strategies to avoid herbicide resistance, and ways to improve chemical performance. **Log onto the website at <http://connect.cals.uidaho.edu/wheat>**

Managing Fusarium Head Blight in Small Grains on January 28 at 8:00 a.m. (MST)

Guest Presenter Dr. Juliet Marshall, UI cereal pathologist/agronomist will discuss several factors that are increasing the risk of Fusarium Head Blight (FHB). Key factors include environmental conditions, corn, and the increased aggressiveness of species causing FHB. Marshall will describe how these factors have contributed to the incidence and aggressiveness of the disease in irrigated winter and spring wheat production in southeast Idaho and discuss the life cycle, risk factors, and integrated management practices to reduce or mitigate disease impacts. **Log onto the website at <http://connect.cals.uidaho.edu/wheat>**

LINK TO RECORDED WEBINAR on 2015 U.S. Economic & Grain Market Outlook at 8:30 a.m. MST, presented January 16, 2015 by Doug Robison, Senior Vice President for Northwest Farm Credit, Western Idaho & Kelly Olson, Idaho Barley Commission can be found at <http://connect.cals.uidaho.edu/p2eho2r9lo0/>

LINK TO RECORDED WEBINAR on Understanding the Idaho Harvest 2014 Weather Events and Winter 2015 Weather Outlook presented November 19, 2014 by the Idaho Barley Commission and National Weather Service can be found at <http://connect.cals.uidaho.edu/p9az3133q4g/>

LINK TO RECORDED WEBINAR on Farm Income Tax Changes presented January 9, 2015 by Jerry Brown, accountant and Idaho Wheat Commissioner (sponsored by the Idaho Wheat Commission) can be found at <http://connect.cals.uidaho.edu/p32leufe3rz/>

SOUTH IDAHO – UI EXTENSION / FSA FARM BILL WORKSHOPS

- Mud Lake – Jan 23 – 9 to 11 am, Senior Center
- Rigby – Jan 23 at 1 to 3 pm, Jefferson County Courthouse
- Malad – Jan 27 at 1 to 4 pm, Oneida County Fire Department
- Pocatello – Jan 28 at 9:30 am to noon, Bannock County Extension Office
- Soda Springs – Jan 29 at 9 to 11 am, Senior Citizen Center
- Driggs – Jan 29 at 3 to 5 pm, Senior Center
- New Plymouth – Jan 30 at 10 am to 12:30 pm, Payette County Fairgrounds
- Howe – Feb. 3 at 1 to 3 pm, Community Center