

Idaho Grain Market Report, Oct. 5, 2017

Published weekly by the Idaho Barley Commission, [kolson@barley.idaho.gov](mailto:kolson@barley.idaho.gov), 208-334-2090

New CROP prices paid by Idaho Elevators delivered to warehouses in specified locations for barley and wheat on Wednesday, Oct. 4, 2017. Barley prices in \$/Cwt. and wheat prices in \$/bu.

	<b>Barley (Cwt.) FEED</b>	<b>MALTING</b>	<b>Wheat (bu.) Milling</b>			
	<b>48 lbs or better</b>	<b>Open market malting</b>	<b>#1 SWW</b>	<b>#1 HRW 11.5% pro</b>	<b>#1 DNS 14% pro</b>	<b>#1 HWW</b>
Rexburg / Ririe	\$5.00-5.50		\$3.70-3.80	\$4.46	\$5.55	\$4.56-4.70
Idaho Falls		\$8.30 -9.06	\$3.70	\$4.40	\$5.60	\$4.60
Blackfoot / Pocatello		\$6.50	\$3.70	\$4.40	\$5.60	\$4.60
Grace / Soda Springs	\$5.85		\$3.68	\$3.78	\$5.68	\$4.53
Burley / Rupert	\$5.50		\$3.72	\$3.83	\$5.52	\$4.48
Hazelton						
Twin Falls / Buhl / Jerome / Wendell	\$5.80		\$3.70	\$3.80	\$5.70	\$4.55
Nampa / Weiser	\$5.25		\$4.20			
Nez Perce / Craigmont	\$4.61		\$4.52	\$4.86	\$6.45	
Lewiston	\$5.13		\$4.78	\$5.12	\$6.71	
Moscow / Genesee	\$4.61-4.70		\$4.55-4.66	\$4.89-5.04	\$6.48-6.68	\$5.04

**Prices at Selected Terminal Markets, cash prices FOB**

	<b>#2 Feed 46 lbs. --</b>	<b>Malting</b>	<b>#1 SWW Ord pro - Oct \$5.17 - 5.45</b>	<b>#1 HRW 11.5% Protein</b>	<b>#1 DNS 14% Protein</b>	<b>#1 HWW</b>
Portland				\$5.36 – 6.01	\$7.20–7.40	
Los Angeles	\$9.00-9.25					
Tulare	\$9.00–9.25					
Ogden	\$6.05		\$4.05	\$4.08	\$5.95	\$4.83
Great Falls	\$4.75-5.00	\$7.00– 7.25		\$4.40-4.82(12%)	\$6.05–6.12	
Minneapolis	\$4.37			\$4.66 (12%)	\$7.05-7.10	

**Market trends this week**

**BARLEY** – Local feed barley prices were steady to 10 cents lower this week, while open market malting barley prices were steady. USDA reported weekly barley export sales totaled 700 MT to South Korea and shipments of 700 MT to Japan and South Korea.

**WHEAT** – Local wheat prices were lower this week: SWW prices ranged from 5 to 20 cents lower; HRW prices ranged from 3 to 23 cents lower; and DNS prices ranged from 38 to 50 cents lower. USDA reported weekly export sales were within trade expectations last week at 492.3 TMT, up 13% from the previous week and up 37% from the previous 4-week average. Wheat export shipments were very strong at 715.5 TMT, up 68% from the previous week and up 88% from the 4-week average.

**Wheat Competitor / Buyer News** – Average trade estimate for Australian wheat production is 20.15 MMT, compared to ABARE's recent estimate of 21.6 MMT and USDA's Sept. estimate of 22.5 MMT. They are expecting beneficial rain along the eastern growing regions in the next week. The Russian Ag Ministry pegged the Russian wheat crop at 81.4 MMT vs. USDA's latest estimate of 81.0 MMT. The EU is projecting their wheat crop at 140.4 MMT up from an earlier estimate of 139.3 MMT. The Indian government announced they were imposing a 20-25% import duty on wheat, up from the current 10% import duty. Egypt purchased 180 TMT of Russian wheat this week. Jordan is tendering for 100 TMT of wheat and also purchased 50 TMT of Ukrainian wheat this week.

**CORN** – USDA reported export sales were above trade expectations at 814.1 TMT, up 154% from last week. Corn export shipments also improved last week to 966.0 TMT, up 32% from the previous week.

**Ethanol corn usage** – DOE's Energy Information Agency reported a modest uptick in U.S. ethanol production– up 5,000 bbls or 1.4% to 1,001,000 bbls per day, which is up 3.1% from a year ago. Ethanol stocks increased by nearly 4% to 21.545 million bbls, up 6.8% from a year ago. Weekly corn usage for ethanol was 103.81 million bu, below the pace needed to reach USDA's estimate for the new marketing year.

**Corn Competitor / Buyer News** – Brazilian corn exports in September totaled 5.914 MMT, up 12% from August, and more than double the year before. This represents Brazil's 2<sup>nd</sup> largest monthly corn exports ever.

**Futures Market trends this week**

**WHEAT** –Wheat traded lower this week in follow-through selling sparked by USDA's higher than expected production and quarterly stocks. Technical pressure also was noted as beneficial rains benefited newly emerging winter wheat crops across the Great Plains. Wheat finished mixed to lower today (Thursday) on a lack of fresh supportive news. **Wheat futures contract closes on Thursday, 10/04/2017**

	<b>Dec 2017</b>	<b>Week Change</b>	<b>Mar 2018</b>	<b>Week Change</b>	<b>May 2018</b>	<b>Week Change</b>
CHI SRW	\$4.40 <sup>3</sup> / <sub>4</sub>	Down \$0.07 <sup>1</sup> / <sub>2</sub>	\$4.59 <sup>1</sup> / <sub>2</sub>	Down \$0.07	\$4.73 <sup>3</sup> / <sub>4</sub>	Down \$0.05 <sup>1</sup> / <sub>2</sub>
KC HRW	\$4.34 <sup>1</sup> / <sub>4</sub>	Down \$0.08 <sup>1</sup> / <sub>2</sub>	\$4.52	Down \$0.08 <sup>1</sup> / <sub>4</sub>	\$4.65 <sup>3</sup> / <sub>4</sub>	Down \$0.08 <sup>1</sup> / <sub>4</sub>
MGE DNS	\$6.15 <sup>1</sup> / <sub>2</sub>	Down \$0.08 <sup>1</sup> / <sub>4</sub>	\$6.29	Down \$0.08	\$6.35 <sup>1</sup> / <sub>2</sub>	Down \$0.07 <sup>1</sup> / <sub>2</sub>

**CORN**- Corn consolidated in a narrow range this week with pressure from a combination of weak cash prices and technical pressure. Corn posted modest gains today (Thursday) on concerns about rain harvest delays, with the extended 8-14 day outlook calls for below normal precipitation so delays should be minimal. **Corn futures contract closes on Thursday, 10/04/2017 ... Dec. 2017 contract at \$3.49<sup>1</sup>/<sub>2</sub>, down \$0.05<sup>3</sup>/<sub>4</sub> for the week, Mar. 2018 contract closed at \$3.62<sup>1</sup>/<sub>2</sub>, down \$0.05<sup>1</sup>/<sub>4</sub> for the week and May 2018 contract closed at \$3.71<sup>1</sup>/<sub>2</sub>, down \$0.004 for the week.**

**CRUDE OIL** – Crude oil futures retreated this week on ideas that U.S. shale output is expanding at higher prices, which will counter OPEC supply cuts, along with expanded Libyan production which is exempt from the OPEC production curbs. DOE EIA reported crude oil stocks declined for a second consecutive week – down 6.023 million bbls, compared to an expected decline of 467,000 bbls. Distillate stocks decreased by 2.606 million bbls, compared to an expected decline of 1.19 million bbls and gasoline stocks increased by 1.644 million bbls, compared to an expected increase of 967,000 bbls. **Crude oil futures (Nov) finished down \$0.88/bbl for the week to close at \$50.79/bbl.**

**U.S. Crop / Weather Conditions** – PNW was mostly cool and dry while the northern Intermountain region saw cooler and showery conditions, with mountain snowfall. Showery conditions prevailed across the Great Plains from Kansas southward, boosting soil moisture for recently planted winter wheat. Freeze warning was in effect for parts of the Northern Corn Belt. A wide band of scattered showers stretched from MO to MI, slowing corn harvest. The **6-10 day outlook** calls for below normal temps across the Western and Central U.S., with normal to below normal precipitation from the Pacific Coast to the Plains and wetter than normal east of the Mississippi River.

**USDA Crop Progress / Condition Report, Oct. 2, 2017**

Crop	% Progress	Previous Week	Previous Year	5-Year Average	Condition rating % good/excellent	Previous Week	Previous Year
US Winter Wheat	36% planted 12% emerged	24%	41%	43%			
ID Winter Wheat	<b>65% planted</b> <b>13% emerged</b>	<b>38%</b>	<b>48%</b>	<b>49%</b>			
Corn	68% mature 17% harvested	51%	84%	78%	63%	61%	73%

**International**

**Europe** – Recent showers across western winter wheat areas have boosted soil moisture and crop emergence. Meanwhile eastern regions saw drier weather which favors corn crop maturation and harvest.

**Black Sea region** – Dryness persisted across Eastern Ukraine and Western Russia, accelerating corn while but limiting moisture for winter wheat emergence.

**South America** – Northern Brazil remains dry for the next 10 days, while southern areas received beneficial moisture. Argentine wheat areas remain wet, consistent with a LaNina weather pattern.

**Australia** – Western areas are cool and wet and southeastern growing areas are dry and warm during grain fill, while northeastern areas remain unfavorably dry and hot, accelerating grain maturation. Beneficial rain is in the outlook for the eastern growing areas.