

USDA Grain Supply and Demand Summary

INTL FCStone Grains and Oilseeds Dave Smoldt 515-223-3762

INTL FCStone

January 12, 2018

January-18

	U.S. Corn Supply/Demand (mb)				World Corn Supply/Demand (mmt)			
	Jan USDA <u>15/16</u>	Jan USDA <u>10/17</u>	Dec USDA <u>17/18</u>	Jan USDA <u>17/18</u>	Jan USDA <u>15/16</u>	Jan USDA <u>10/17</u>	Dec USDA <u>17/18</u>	Jan USDA <u>17/18</u>
Planted	88.0	94.0	90.4	90.2				
Harvested	80.8	80.7	83.1	82.7				
Yield	168.4	174.0	175.4	170.0				
Carryin	1731	1737	2295	2203	209.74	214.00	227.34	228.75
Production	13602	15148	14578	14004	973.45	1075.00	1044.75	1044.50
Imports	67	57	50	50				
Supply	15401	16042	16922	16047	1183.19	1200.05	1272.09	1273.31
Feed	5114	5407	5575	5550	601.78	631.93	652.40	650.57
Exports	1901	2293	1925	1925				
Ethanol	5224	5430	5525	5525				
Other Ind	1425	1450	1460	1470				
Demand	13664	14640	14485	14470	968.23	1002.20	1068.01	1066.73
Carryout	1737	2293	2437	2477	214.96	228.75	204.08	200.58
CO/Use	0.127	0.157	0.168	0.171	0.222	0.215	0.191	0.194
Price range	\$3.61	\$3.30	\$2.85 \$3.55	\$2.95 \$3.55	ARG Prod: 17/18		42.0; unch	
					BRZ Prod: 17/18		95.0; unch	

	U.S. Soybean Supply/Demand (mb)				World Soybean Supply/Demand (mmt)			
	Jan USDA <u>15/16</u>	Jan USDA <u>10/17</u>	Dec USDA <u>17/18</u>	Jan USDA <u>17/18</u>	Jan USDA <u>15/16</u>	Jan USDA <u>10/17</u>	Dec USDA <u>17/18</u>	Jan USDA <u>17/18</u>
Planted	82.7	83.4	90.2	90.1				
Harvested	81.8	82.7	89.5	80.5				
Yield	48.0	52.0	49.5	40.1				
Carryin	191	107	301	302	77.73	78.02	96.62	90.40
Production	3926	4200	4425	4302	313.77	351.32	348.47	346.57
Imports	24	22	25	25				
Supply	4140	4515	4752	4718	391.50	420.34	445.09	445.00
Crush	1886	1800	1940	1050	275.31	288.31	301.57	301.45
Exports	1942	2174	2225	2100				
Seed	97	105	106	100				
Residual	18	30	35	33				
Demand	3944	4213	4306	4248	314.25	320.61	344.72	344.47
Carryout	197	302	445	470	78.02	90.40	98.32	90.57
CO/Use	0.050	0.072	0.103	0.111	0.248	0.293	0.285	0.280
Price range	\$8.95	\$9.50	\$8.60 \$10.00	\$8.80 \$9.80	Brazil Prod: 17/18		110.0; +2.0	
					Argentina Prod: 17/18		56.0; -1.0	



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	U.S. Wheat Supply/Demand (mb)				World Wheat Supply/Demand (mmt)			
	Jan USDA <u>15/16</u>	Jan USDA <u>16/17</u>	Dec USDA <u>17/18</u>	Jan USDA <u>17/18</u>	Jan USDA <u>15/16</u>	Jan USDA <u>16/17</u>	Dec USDA <u>17/18</u>	Jan USDA <u>17/18</u>
Planted	55.0	50.1	46.0	40.0				
Harvested	47.3	43.0	37.6	37.6				
Yield	43.6	52.7	46.3	40.3				
Carryin	752	076	1181	1181	217.95	241.07	255.33	252.72
Production	2062	2300	1741	1741	<u>735.31</u>	<u>750.44</u>	<u>755.21</u>	<u>757.01</u>
Imports	113	118	150	155				
Supply	2927	3402	3071	3070	953.26	902.11	1010.54	1000.73
Food	957	040	950	050				
Exports	778	1055	975	075				
Seed	67	61	66	02				
Feed/Res	149	150	120	100				
Demand	1952	2222	2111	2087	711.58	730.40	742.12	741.70
Carryout	976	1181	960	060	241.67	252.72	268.42	268.02
CO/Use	0.500	0.532	0.455	0.474	0.340	0.342	0.362	0.301
Price range	\$4.89	\$3.89	\$4.50	\$4.50	AUS Prod: 17/18		21.5; unch	
			\$4.70	\$4.70	CAN Prod: 17/18		30.0; unch	

Summary: soybeans keeping complex afloat on production drop, lighter than expected stocks

Corn: 2017 U.S. corn acreage falls slightly in the final January report, but yields rise another 1.2 bushels per acre to 176.6 bpa, and production is up 26 million bushels this month. Moreover, feed use falls 25 mbu from December, and overall carryout is up 40 mbu to 2.477 billion bu - well above trade expectations and massive either way. World stocks also rise this month, up 1.5 million tonnes on increased carryin for 2017/18; output is down slightly for the current crop year despite unchanged numbers for both ARG and BRZ and a rise for the U.S. FSU corn production did fall half a million tonnes this month.

Beans: 2017 U.S. soybean yields fall 0.4 bpa with production subsequently down 33 mln bu; crush is bumped up 10 mbu but exports are cut by 65 mbu due to a dismal ongoing pace. Overall carryout rises 25 mbu this month - basically what the trade was expecting. World carryout is essentially unchanged - up a quarter-million tonnes - with production up very slightly, as a 2 MMT rise in BRZ output offsets million-tonne losses in the U.S. and Argentina.

Wheat: U.S. wheat carryout rises another 29 million bu this month with imports up 5 mbu and feed/residual use down 20 mbu - stocks come in well above trade estimates for a basically unchanged number. World wheat stocks fall on increased old-crop carryout, mitigated somewhat in the 2017/18 balance table by a 2 MMT increase in Russian production.

Results: no real surprises in the WASDE as expected, while winter wheat seedings beat expectations as well - only weaker than expected soybean stocks prop up a bearish set of reports...