

# USDA Grain Supply and Demand Summary

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

**INTL FCStone**

May 10, 2018

## May-18

### U.S. Corn Supply/Demand (mb)

	May USDA	April USDA	May USDA	May USDA
	<u>16/17</u>	<u>17/18</u>	<u>17/18</u>	<u>18/19</u>
Planted	94.0	90.2	90.2	88.0
Harvested	86.7	82.7	82.7	80.7
Yield	174.6	176.6	170.6	174.0
Carryin	1737	2293	2293	2162
Production	15148	14604	14004	14040
Imports	57	50	50	50
Supply	16942	16947	10047	10272
Feed	5472	5500	5500	5375
Exports	2293	2225	2225	2100
Ethanol	5432	5575	5575	5025
Other Ind	1451	1465	1465	1490
Demand	14649	14765	14765	14590
Carryout	2293	2182	2182	1682
CO/Use	0.157	0.148	0.148	0.115
Price range	\$3.36	\$3.20	\$3.25	\$3.30
		\$3.50	\$3.55	\$4.30

### World Corn Supply/Demand (mmt)

	May USDA	April USDA	May USDA	May USDA
	<u>16/17</u>	<u>17/18</u>	<u>17/18</u>	<u>18/19</u>
	209.97	230.90	227.53	104.85
	1078.31	1036.07	1036.06	1056.07
	1288.28	1286.97	1264.10	1250.02
	632.91	650.03	648.00	665.56
	1060.76	1069.19	1060.34	1091.77
	227.53	197.78	194.85	150.15
	0.218	0.185	0.182	0.146
	ARG Prod: 17/18		33.0; unch	
	BRZ Prod: 17/18		87.0; -5.0	

### U.S. Soybean Supply/Demand (mb)

	May USDA	April USDA	May USDA	May USDA
	<u>16/17</u>	<u>17/18</u>	<u>17/18</u>	<u>18/19</u>
Planted	83.4	90.1	90.1	80.0
Harvested	82.7	89.5	89.5	88.2
Yield	52.0	49.1	49.1	48.5
Carryin	197	302	302	530
Production	4296	4392	4392	4280
Imports	22	25	25	25
Supply	4515	4718	4718	4835
Crush	1901	1970	1900	1905
Exports	2174	2065	2065	2200
Seed	105	103	103	103
Residual	34	30	30	32
Demand	4213	4168	4168	4420
Carryout	302	550	530	415
CO/Use	0.072	0.132	0.127	0.094
Price range	\$9.50	\$9.10	\$9.35	\$8.75
		\$9.50		\$11.25

### World Soybean Supply/Demand (mmt)

	May USDA	April USDA	May USDA	May USDA
	<u>16/17</u>	<u>17/18</u>	<u>17/18</u>	<u>18/19</u>
	78.39	96.72	96.30	92.16
	350.34	334.81	336.70	354.54
	428.73	431.53	433.00	446.70
	287.81	299.22	290.39	313.34
	329.12	342.03	342.20	357.72
	98.39	90.80	92.10	80.70
	0.293	0.265	0.269	0.242
	Brazil Prod: 17/18		117.0; +2.0	
	Argentina Prod: 17/18		39.0; -1.0	



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	U.S. Wheat Supply/Demand (mb)				World Wheat Supply/Demand (mmt)			
	May USDA 16/17	April USDA 17/18	May USDA 17/18	May USDA 18/19	May USDA 16/17	April USDA 17/18	May USDA 17/18	May USDA 18/19
Planted	50.1	46.0	46.0	47.3				
Harvested	43.9	37.6	37.6	38.0				
Yield	52.7	46.3	46.3	46.8				
Carryin	976	1181	1181	1070	244.24	254.60	255.80	270.46
Production	2309	1741	1741	1821	750.49	759.75	758.38	747.70
Imports	118	155	155	135				
Supply	3402	3076	3076	3027	994.73	1014.35	1014.27	1018.22
Food	949	955	963	965				
Exports	1055	925	910	925				
Seed	61	62	63	62				
Feed/Res	156	70	70	120				
Demand	2222	2012	2006	2072	738.84	743.13	743.81	753.80
Carryout	1181	1064	1070	955	255.89	271.22	270.46	264.33
CO/Use	0.532	0.529	0.533	0.461	0.346	0.365	0.364	0.351
Price range	\$3.89	\$4.60	\$4.70	\$4.50	AUS Prod: 17/18			21.5; unch
		\$4.70		\$5.50	CAN Prod: 17/18			30.0; unch

**Summary: soy situation tighter than expected, world corn stocks support, but mostly neutral**

**Corn:** U.S. corn carryout for 2017/18 was unchanged this month at 2.182 billion bushels, but new-crop stocks came in slightly above expectations at 1.682 bln bu - that remains a fairly sharp year-over-decline thanks to acreage/yield/production declines compared to 2017. World '17/18 carryout fell by 3 MMT this year, with Brazilian production down 5 MMT to get more in line with trade expectations. YoY global stocks are sharply lower on stronger usage and reductions in China's stockpile - down 35 MMT globally from '17/18.

**Beans:** '17/18 carryout loses 20 million bushels this month thanks to another 20 mbu increase in crush, which is running at a record pace; old-crop exports are steady this month despite lagging paces there. Strong new-crop demand was seen for beans as well with exports in particular up 225 mbu YoY - that keeps the robust soybean carryout in check, at 415 mbu for 2018/19, 120 mbu below expectations. World 2017/18 carryout is up 1.4 MMT this month with BRZ output up 2 MMT and ARG down 1 MMT; year-over-year, stocks fall 5.5 MMT for the new crop, nearly 4 MMT below expectations.

**Wheat:** wheat food use rises 8 mbu for 2017/18 with exports down 15 mbu, leaving overall old-crop carryout up 6 MMT; new-crop stocks are down 115 mbu YoY on lower production and higher demand, though wheat production estimates for the new-crop beat expectations at 1.821 bln bu total, 1.192 bln bu winter. Nothing too exciting in the world wheat S&D, with OC stocks down very slightly and NC stocks coming in a bit below trade estimates (but still robust overall).

**Results: bullish data hard to come by save for long-term world corn S&D and lighter domestic bean stocks, the latter of which are still the result of aggressive demand estimates by the USDA. Beans get a small bump but paring gains a bit. Growing season weather is the focus going forward.**