

USDA Grain Supply and Demand Summary

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

INTL FCStone

June 12, 2018

June-18

U.S. Corn Supply/Demand (mb)

	June USDA <u>16/17</u>	June USDA <u>17/18</u>	May USDA <u>18/19</u>	June USDA <u>18/19</u>
Planted	94.0	90.2	88.0	86.0
Harvested	86.7	82.7	80.7	80.7
Yield	174.6	170.6	174.0	174.0
Carryin	1737	2203	2182	2102
Production	15148	14804	14040	14040
Imports	57	45	50	50
Supply	16942	16042	16272	16102
Feed	5472	5500	5375	5350
Exports	2293	2300	2100	2100
Ethanol	5432	5575	5625	5675
Other Ind	1451	1405	1490	1400
Demand	14649	14840	14590	14615
Carryout	2293	2102	1682	1577
CO/Use	0.157	0.142	0.115	0.108
Price range	\$3.36	\$3.25	\$3.30	\$3.40
		\$3.55	\$4.30	\$4.40

World Corn Supply/Demand (mmt)

	June USDA <u>16/17</u>	June USDA <u>17/18</u>	May USDA <u>18/19</u>	June USDA <u>18/19</u>
	209.98	227.80	194.85	192.00
	1078.43	1034.77	1056.07	1052.42
	1288.41	1202.00	1250.92	1245.11
	633.40	648.01	665.56	663.10
	1060.52	1009.07	1091.77	1090.42
	227.89	192.00	159.15	154.00
	0.218	0.180	0.146	0.142
ARG Prod: 17/18			33.0;	unch
BRZ Prod: 17/18			85.0;	-2.0

U.S. Soybean Supply/Demand (mb)

	June USDA <u>16/17</u>	June USDA <u>17/18</u>	May USDA <u>18/19</u>	June USDA <u>18/19</u>
Planted	83.4	90.1	89.0	80.0
Harvested	82.7	80.5	88.2	88.2
Yield	52.0	49.1	48.5	48.5
Carryin	197	302	530	505
Production	4296	4302	4280	4280
Imports	22	25	25	25
Supply	4515	4718	4835	4810
Crush	1901	2015	1995	2000
Exports	2174	2065	2290	2290
Seed	105	103	103	103
Residual	34	30	32	32
Demand	4213	4213	4420	4425
Carryout	302	505	415	385
CO/Use	0.072	0.120	0.094	0.087
Price range	\$9.50	\$9.40	\$8.75	\$8.75
			\$11.25	\$11.25

World Soybean Supply/Demand (mmt)

	June USDA <u>16/17</u>	June USDA <u>17/18</u>	May USDA <u>18/19</u>	June USDA <u>18/19</u>
	78.39	97.38	92.16	92.40
	350.84	336.70	354.54	355.24
	429.23	434.08	446.70	447.73
	287.32	299.65	313.34	313.47
	382.63	342.44	357.72	357.70
	97.38	92.40	86.70	87.02
	0.255	0.270	0.242	0.243
Brazil Prod: 17/18			119.0;	+2.0
Argentina Prod: 17/18			37.0;	-2.0



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	<u>U.S. Wheat Supply/Demand (mb)</u>				<u>World Wheat Supply/Demand (mmt)</u>			
	June USDA <u>16/17</u>	June USDA <u>17/18</u>	May USDA <u>18/19</u>	June USDA <u>18/19</u>	June USDA <u>16/17</u>	June USDA <u>17/18</u>	May USDA <u>18/19</u>	June USDA <u>18/19</u>
Planted	50.1	46.0	47.3	47.3				
Harvested	43.9	37.0	38.9	38.0				
Yield	52.7	46.3	46.8	46.0				
Carryin	976	1181	1070	1080	244.24	257.33	270.46	272.37
Production	2309	1741	1821	1827	<u>751.99</u>	<u>758.22</u>	<u>747.76</u>	<u>744.00</u>
Imports	<u>118</u>	<u>155</u>	<u>135</u>	<u>135</u>				
Supply	3402	3070	3027	3043	996.23	1015.55	1018.22	1017.00
Food	949	963	965	965				
Exports	1055	900	925	950				
Seed	61	63	62	62				
Feed/Res	<u>156</u>	<u>70</u>	<u>120</u>	<u>120</u>				
Demand	2222	1006	2072	2007	738.91	743.18	753.89	750.00
Carryout	1181	1080	955	946	257.33	272.37	264.33	266.16
CO/Use	0.532	0.541	0.461	0.451	0.348	0.366	0.351	0.354
Price range	\$3.89	\$4.70	\$4.50	\$4.00				
			\$5.50	\$5.00	AUS Prod: 18/19		24.0; unch	
					CAN Prod: 18/19		32.5; unch	

Summary: domestic corn and soybean carryouts shaved further with production side steady

Corn: old-crop corn exports rose by 75 million bushels this month and thus 2017/18 carryout falls by 80 mbu; new-crop feed use drops 25 mbu but ethanol usage rises 50 mbu to put the NC side at a further deficit - overall carryout now down 105 mbu to just 1.577 billion bushels by the end of 2018/19. World Carryout down over two million tonnes thanks to the U.S. stocks cut, and overall carryout is down by 4.5 MMT - Brazilian production lost 2 MMT for '17/18 with FSU output down 4 MMT for '18/19.

Beans: '17/18 crush adds yet another 25 mbu with exports unchanged despite lagging paces, cutting old-crop carryout by another 25 mbu this month. Another 5 mbu is added to new-crop crush to leave overall ending stocks down 30 mbu altogether. World soybean stocks rose slightly for both marketing years, with a 2 MMT in the BRZ crop (now to a massive record 119 MMT) offsetting an equal reduction in Argentine output for 2017/18.

Wheat: for the old crop, exports are cut by 10 mbu for an equal increase in carryout; new-crop yields and production rise very slightly but are overtaken by a 25 mbu increase in '18/19 exports, thus overall wheat carryout is down 9 mbu this month to 946 mbu. In the world S&D, both carryin and carryout for the new 2018/19 crop rise by around 2 MMT, despite a 3 MMT loss in 2018/19 production - the E.U. was cut by a million tonnes there with Russian production down 3.5 MMT this month.

Results: USDA continues to pare down carryouts but that's ahead of what is shaping up to be likely production increases if the 2018 weather situation continues. Corn still has a decent story on the U.S. and world S&D's, soybeans not so much given current weather...