



Grain Service

USDA CROP REPORT SHEET

11/08/18

US S&D	CORN				SOYBEANS				WHEAT			
	2017/18		2018/19		2017/18		2018/19		2017/18		2018/19	
	10/11/18	11/08/18	10/11/18	11/08/18	10/11/18	11/08/18	10/11/18	11/08/18	10/11/18	11/08/18	10/11/18	11/08/18
Carry-in	2293	2293	2140	2140	302	302	438	438	1181	1181	1099	1099
Production	14604	14604	14778	14626	4411	4411	4690	4600	1740	1740	1884	1884
Imports	36	36	50	50	22	22	25	25	157	157	140	140
= Supply	16934	16934	16968	16816	4734	4734	5153	5063	3078	3078	3123	3123
-Crush	NA	NA	NA	NA	2055	2055	2070	2080	NA	NA	NA	NA
-Feed/Resid.	5302	5298	5550	5500	8	8	34	32	50	50	110	110
-Food/Ind/Seed	7054	7058	7130	7130	104	104	103	96	1027	1027	1032	1039
Ethanol	5601	5605	5650	5650	NA	NA	NA	NA	NA	NA	NA	NA
-Exports	2438	2438	2475	2450	2129	2129	2060	1900	901	901	1025	1025
Total usage	14793	14793	15155	15080	4296	4296	4268	4107	1979	1979	2167	2174
= End Stox	2140	2140	1813	1736	438	438	885	955	1099	1099	956	949
Stocks/use %	14.5%	14.5%	12.0%	11.5%	10.3%	10.3%	20.7%	23.3%	55.5%	55.5%	44.1%	43.7%
Ave farm price	\$3.36	\$3.36	\$3.00	\$3.20	\$9.33	\$9.33	\$7.35	\$7.60	\$4.72	\$4.72	\$4.80	\$4.90

(million bu)

No great surprise that USDA lowered US export projections based on the ongoing trade/tariff battles between the US and China. Soybean ending stox near 1B bushels is also not a surprise to many analysts; some see it ending up closer to 1.1-1.2B by next summer. Nonetheless, USDA did raise the lower end of the projected average farm price by 25¢ to 7.60. In corn, ethanol margins are very poor but production continues not far from record high and USDA reflects that with projected corn use at 5.65B bushels for ethanol this year.

2017/18 & 2018/19 U.S. GRAIN CARRYOUT				
	2017/18 Crop Year		2018/19 Crop Year	
	10/11/18 USDA	11/08/18 USDA	10/11/18 USDA	11/08/18 USDA
Corn	2140		1813	1736
Soybeans	438		885	955
Soymeal	400	553	400	450
Soyoil	2206	1990	2116	1915
Wheat	1099		956	949
Sorghum	35		37	39
Oats	41		36	36
Rice	29.4		44.2	46.7
Cotton (M. bales)	4.3		5.0	4.3

Ave Pre-Report Estimates US Ending Stocks (M bu)			
18/19	Ave	Range	Prev
Corn	1773	1688-1841	1813
Sbns	898	833-1010	885
Wheat	958	925-981	956

Note:

2017/18 & 2018/19 WORLD GRAIN CARRYOUT (million metric tonnes)				
	2017/18 Crop Year		2018/19 Crop Year	
	10/11/18 USDA	11/08/18 USDA	10/11/18 USDA	11/08/18 USDA
Coarse Grains	227.24	369.80	185.93	334.18
Corn	198.21	340.92	159.35	307.51R
Soybeans	96.65	99.69	110.04	112.08R
Soymeal	11.99	12.30	12.01	12.10
Soyoil	3.36	3.70	3.64	3.64
Wheat	274.85	279.00	260.18	266.71
Cotton (M. bales)	80.89	80.39	74.45	72.61
Rice	145.92	160.71	145.21	163.02

End Stox	2018/19		
	Corn	Bns	Wht
GSC	--	--	--
Linn Grp	--	--	--
Allendale	1794	923	960
ADMIS	1735	945	970
Doane	1725	900	995
Farm Fut	1838	832	975
FC Stone	2105	984	1013
RJO	1910	946	997

Some ending stocks ests are what an analyst projects for the actual carryout rather than what USDA might say tomorrow.

Market reaction:
 Corn: Up, then down 3-4
 Sbns: Up, then down 12-14¢
 Wht: down 4-6

"R" = record high

U. S. SOYMEAL ESTIMATES IN THOUSANDS OF SHORT TONS
 U. S. SOYOIL CARRYOUT ESTIMATE IS IN BILLIONS OF POUNDS

Cotton stocks are in million 480# bales
 US rice in million hundredweight

Grain Service Corp. | 3340 Peachtree Rd. Suite 1910 | Atlanta, GA 30326 | 800-845-7103 | 404-261-5468 FAX | gsc@grainservice.com

© 2018 The information reflected herein is derived from sources believed to be reliable; however, this information is not guaranteed as to its accuracy or completeness. This material & any views expressed herein are for informational purposes only & should not be construed in any way as an inducement to buy or sell commodity futures or options contracts. Trading futures involves risk of loss. Errors and omissions excluded.



Grain Service

USDA CROP REPORT SHEET

11/08/18

2017 & 2018 WORLD GRAIN PRODUCTION (million metric tonnes)

		2017/18 Crop Year		2018/19 Crop Year	
"R"=record		10/11/18 USDA	11/08/18 USDA	10/11/18 USDA	11/08/18 USDA
CORN					
		1034.23	1076.23	1068.31	1098.95R
	CHINA	215.89	259.07R	225.00	256.00
	BRAZIL	82.00	82.00	94.50	94.50
	ARGENTINA	32.00	32.00	41.00	42.50
SOYBEANS					
		337.45	338.57	369.48	367.50R
	BRAZIL	119.80	119.80	120.5	120.5R
	ARGENTINA	37.80	37.80	57.00	55.50
	CHINA	14.20	15.20	15.00	16.00
WHEAT					
		758.74	763.06R	730.92	733.51
	AUSTRALIA	21.30	21.30	18.50	17.50
	EU-27	151.68	151.26	137.50	137.60
	CHINA	129.77	134.33R	128.00	132.50
	CANADA	29.98	29.98	31.50	31.50
	FSU	142.22	142.35	125.04	124.48

"R" = record high

General comments

USDA did lower China projected soybean imports from 94 to 90MMT for '18 crop although some analysts see closer to 84MMT and even higher world ending stox.

On China corn production, again that's in line with the numbers just released from China which have retroactively added over 4B bushels to their production over the last 2 crop years with commensurate hikes to their ending stocks.

China wheat production also revised upward, which added 6MMT to world ending stocks.

Remember that stocks held in China are mostly not accessible to the world market. Global ending stox/use ratios are more predictive when China #s are stripped out.

US corn yields were cut the most in IL and the WCB, which pulled down the US yield by almost 2 bps.

2017 & 2018 US Acreage and Production (000 acres, million bu.)

	Corn		Soybeans		Sorghum		All Cotton	
	2018	2018	2018	2018	2018	2018	2018	2018
	10/11/18	11/08/18	10/11/18	11/08/18	10/11/18	11/08/18	10/11/18	11/08/18
	USDA	USDA	USDA	USDA	USDA	USDA	USDA	USDA
Pltd A	89140	89140	89145	89145	5792	5792	14042	14042
Hvstd A	81767	81767	88348	88343	5093	5093	10525	10374
Yield/A	180.7	178.9	53.1	52.1	75.0	71.4	901	852
Product.	14778	14626	4690	4600	382	364	19763	18408
YIELDS	10/11/18	11/08/18	10/11/18	11/08/18	10/11/18	11/08/18	000	Bales
IA	204R	198	61R	58				
MN	191	184	50	50				
NE	195R	195R	62R	61R	102	102		
MO	142	145	48	46	105	110		
IL	212R	210	66R	64R				
IN	194R	194R	60R	60R				
WI	179R	177	50	49				

"R" = record yield

2018-19 U.S. WHEAT Supply & Demand by Class

2018/19	HRW	Hard Sprg	SRW	White	Durum	Total
Beg Stox	581	191	205	87	35	1099
Prod	662	587	286	272	77	1884
TTL supply	1246↓	850↑	499	366	162	3123
Dom. Use	460↑	295↑	210↑	96↑	88	1149↑
Exports	360↓	295	120	220↑	30	1025↔
Usage	820↓	590↑	330↑	316↑	118	2174↑
10/18 End Stox	424	261	170	57	44	956
11/18 End Stox	426	260	169	50	44	949

Only change of note is the cut to ending stocks in white wheat.

Ave Pre-Report Estimates World Ending Stocks (MMT)

18/19	Ave	Range	Prev
Corn	158.82	157.0-160.2	159.35
Sbns	110.91	109.5-113.5	110.04
Wheat	259.45	257.5-261.2	260.18

Note:

Ave Trade Estimates Corn & Soybean Production

2018 Corn & Soybean Production				
	Yld	Range	Prod	Range
Corn	180.0	178.2-181.0	14.721	14.6-14.8
Soybeans	52.9	52.5-53.5	4.676	4.64-4.70

	Yield	Production
Corn		
GSC	---	---
Linn Grp	---	---
Allendale	180.5	14.764
Informa	179.7	14.698
RJO	180.0	14.720
Farm Fut.	180.0	14.732
Doane's	180.0	14.718
FCStone	181.4	14.830
Soybeans		
GSC	---	---
Linn Grp	---	---
Allendale	53.1	4.690
Informa	52.6	4.647
Farm Fut.	52.5	4.638
RJO	53.0	4.682
FC Stone	53.2	4.699
Doane's	53.0	4.670

Note: Some produc ests are what the analyst thinks the final actual production will be rather than current.