

Corn & Soybeans

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- ▶ **Soybeans** (source WASDE)
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- ▶ **Price connections** (Clal's processing)



CORN

Estimate for 2014-15 Season

- ▶ **Global Corn supplies** for 2014-15 are projected at **990.69 Mio t**, rising again from last month estimates, reflecting higher production in the U.S. and the E.U.
- ▶ **U.S.** Corn production is forecast at **367.68 Mio t**, up slightly from the September forecast, but +4% higher than last-year's harvest, ended on August 31.
- ▶ Yields are expected to average 174.2 bushels per acre, +2.5 bushels from the September forecast and +15.4 above the 2013 average.
- ▶ If realized, this will be the **highest yield and production on record** for the U.S.
- ▶ Corn production is lowered for **Ukraine, Belarus and Russia**, reflecting the impact of hot, dry, late summer growing conditions.



CORN – **Global** and **US** outlook: Estimate for the 2014-15 Season



	Million tons	From September 2014 (projections)
Beginning stocks	173.00	0.0%
Production	990.69	+0.3%
Total use	973.11	+0.2%
Ending stocks	190.58	+0.4%



	Billion bushels	Million tons	From September 2014 (projections)
Beginning stocks	1.24	31.39	+4.6%
Production	14.48	367.68	+0.6%
Total use	11.91	302.40	+0.4%
Export	1.75	44.45	0.0%
Ending stocks	2.08	52.85	+4%
Price projection	3,40 \$/bushel	134 \$/ton	105 €/ton ↓
1 month ago	3,50 \$/bushel	138 \$/ton	107€/ton

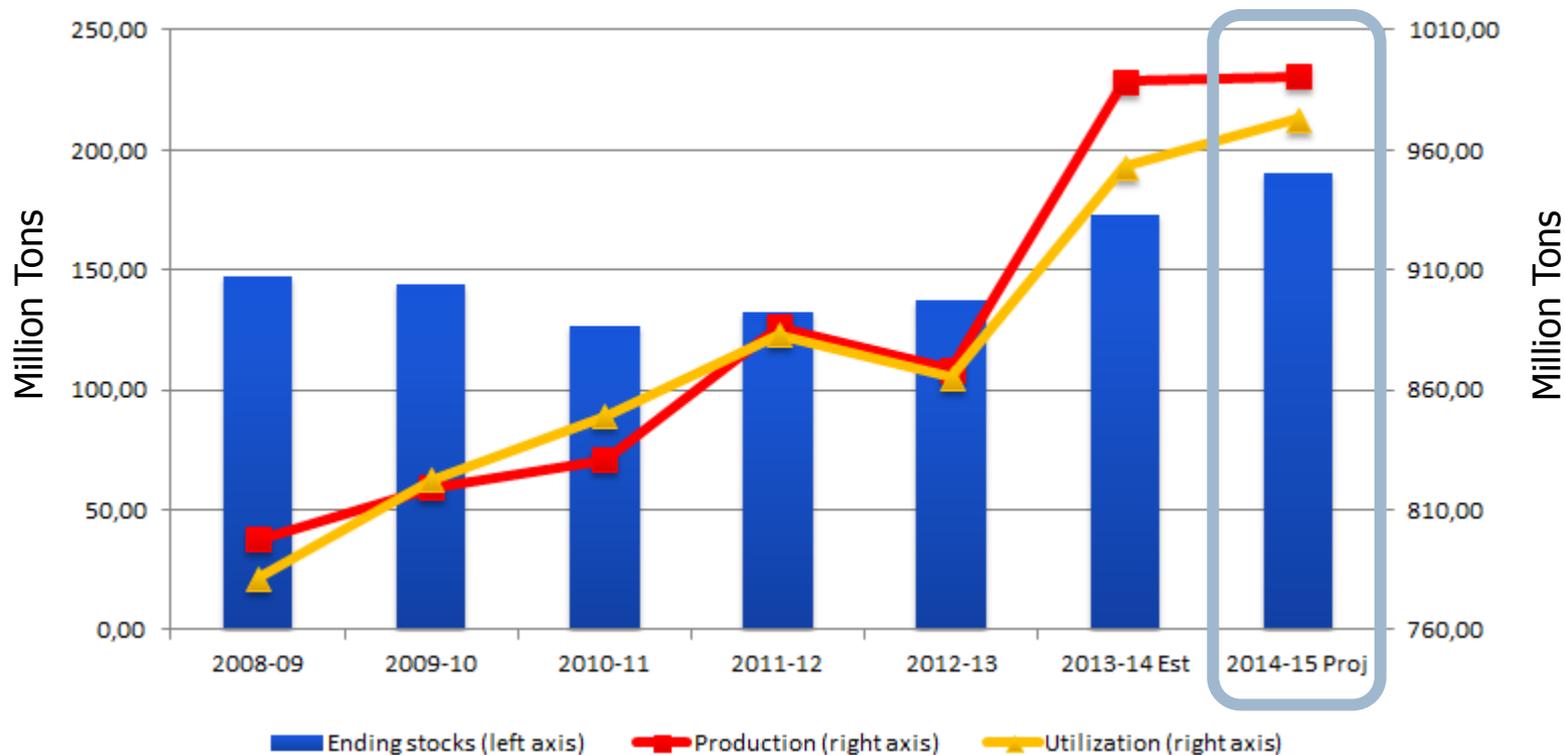
CORN conversion factors
1 bushel = 0.025 metric ton
1 metric ton = 39.38 bushel



CORN - **Global** outlook: production, utilization and stocks

World – Corn Production, Utilization and Stocks

Processed by CLAL on WASDE data





SOYBEANS

Estimate for 2014-15 Season

- ▶ **Global Soybean production** for 2014-15 is confirmed at a **record 311.20 Mio t**, +9.2% higher than last-year's harvest, ended on September 30.
- ▶ Small reductions in Soybean production for China and Russia partly offset increases for the United States and EU.
- ▶ **U.S. Soybean production** is forecast at a record **106.87 Mio t**, +17% from the previous season.
- ▶ In comparison with last month estimates, the Soybean yield is projected higher at 47.1 bushels per acre, while harvested area is reduced 0.7 million acres to 83.4 million.
- ▶ **Global ending stocks** are expected to rise (**90.67 Mio t**), reflecting higher Soybean stocks in Argentina, the second largest Exporter in the world.



SOYBEANS – **Global** and **US** outlook: Estimate for the 2014-15 Season



	Million tons	From September 2014 (projections)
Beginning stocks	66.49	-0.6%
Production	311.20	0.0%
Total use	284.33	-0.2%
Ending stocks	90.67	+0.6%



	Billion bushels	Million tons	From September 2014 (projections)
Beginning stocks	0.09	2.50	-29%
Production	3.93	106.87	+0.3%
Total use	1.88	51.26	0.0%
Export	1.70	46.27	0.0%
Ending stocks	0.45	12.26	-5.2%
Price projection	10.00 \$/bushel	367 \$/ton	289 €/ton ↑
1 month ago	10.00 \$/bushel	367 \$/ton	283 €/ton

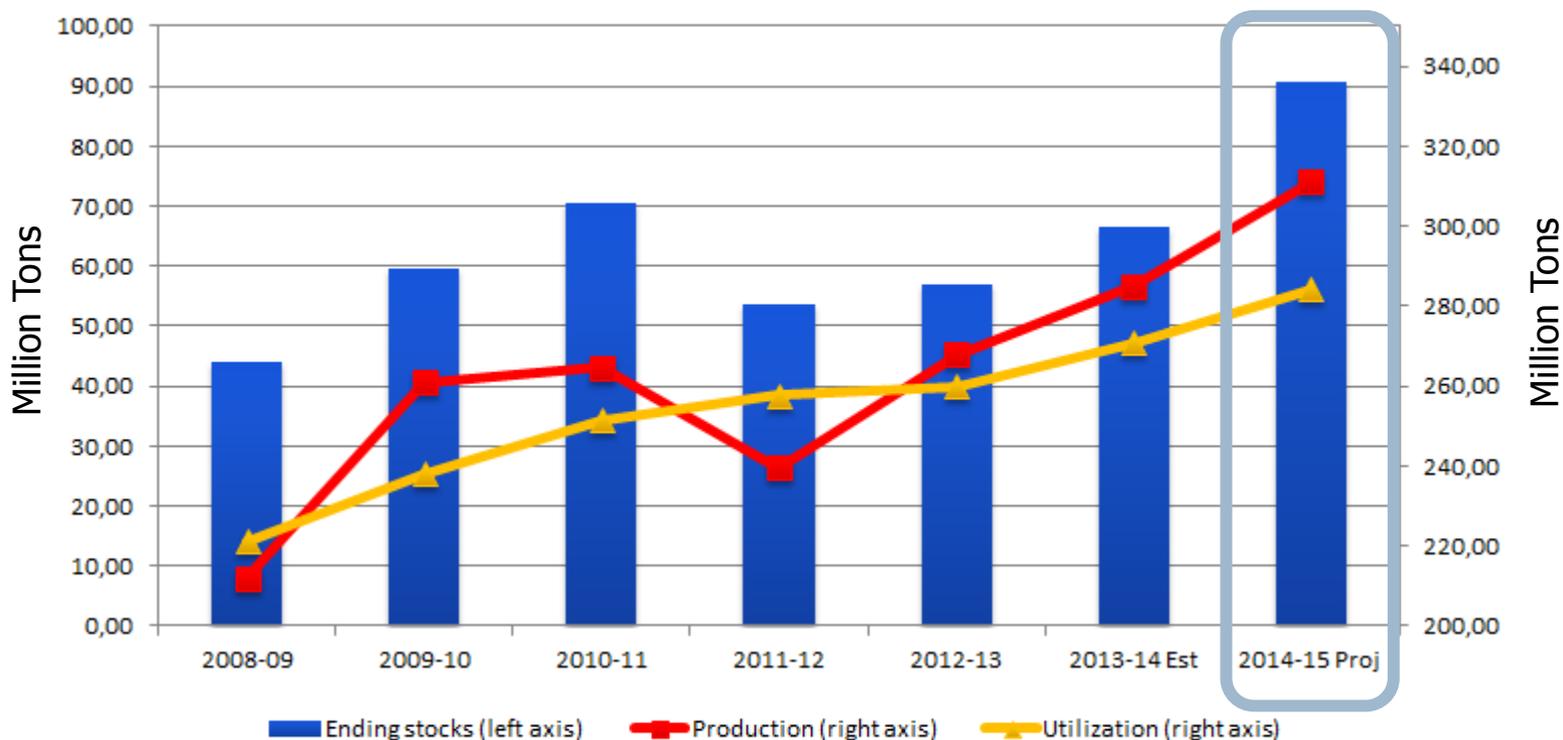
SOYBEANS conversion factors
1 bushel = 0.027 metric ton
1 metric ton = 36.74 bushel



SOYBEANS - **Global** outlook: production, utilization and stocks

World – Soybeans Production, Utilization and Stocks

Processed by CLAL on WASDE data



Chicago Mercantile Exchange (CME)

Corn and Soybeans prices

- ▶ Corn price trend as listed by the [CME of Chicago](#):

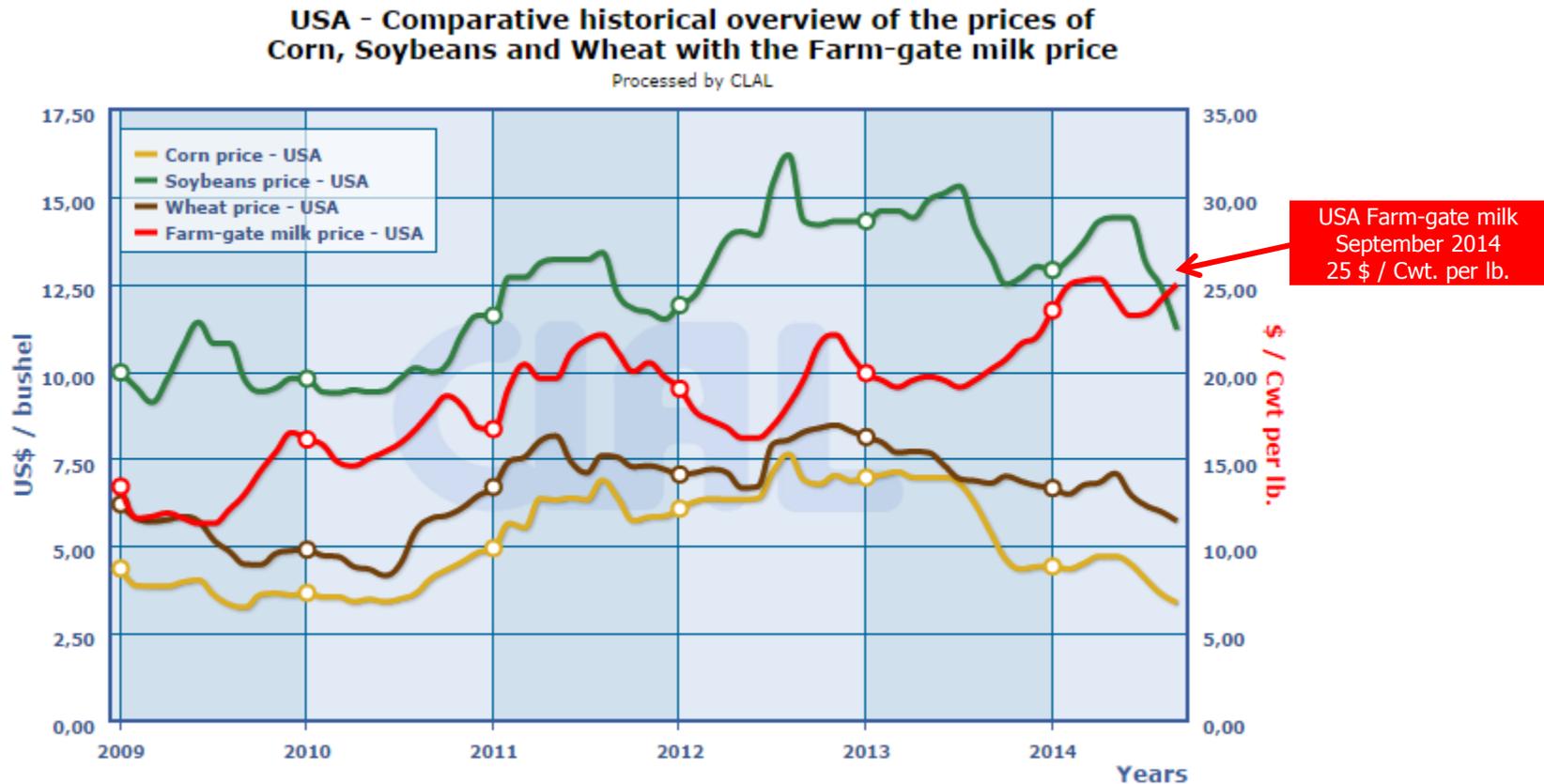


- ▶ Soybean price trend as listed by the [CME of Chicago](#):



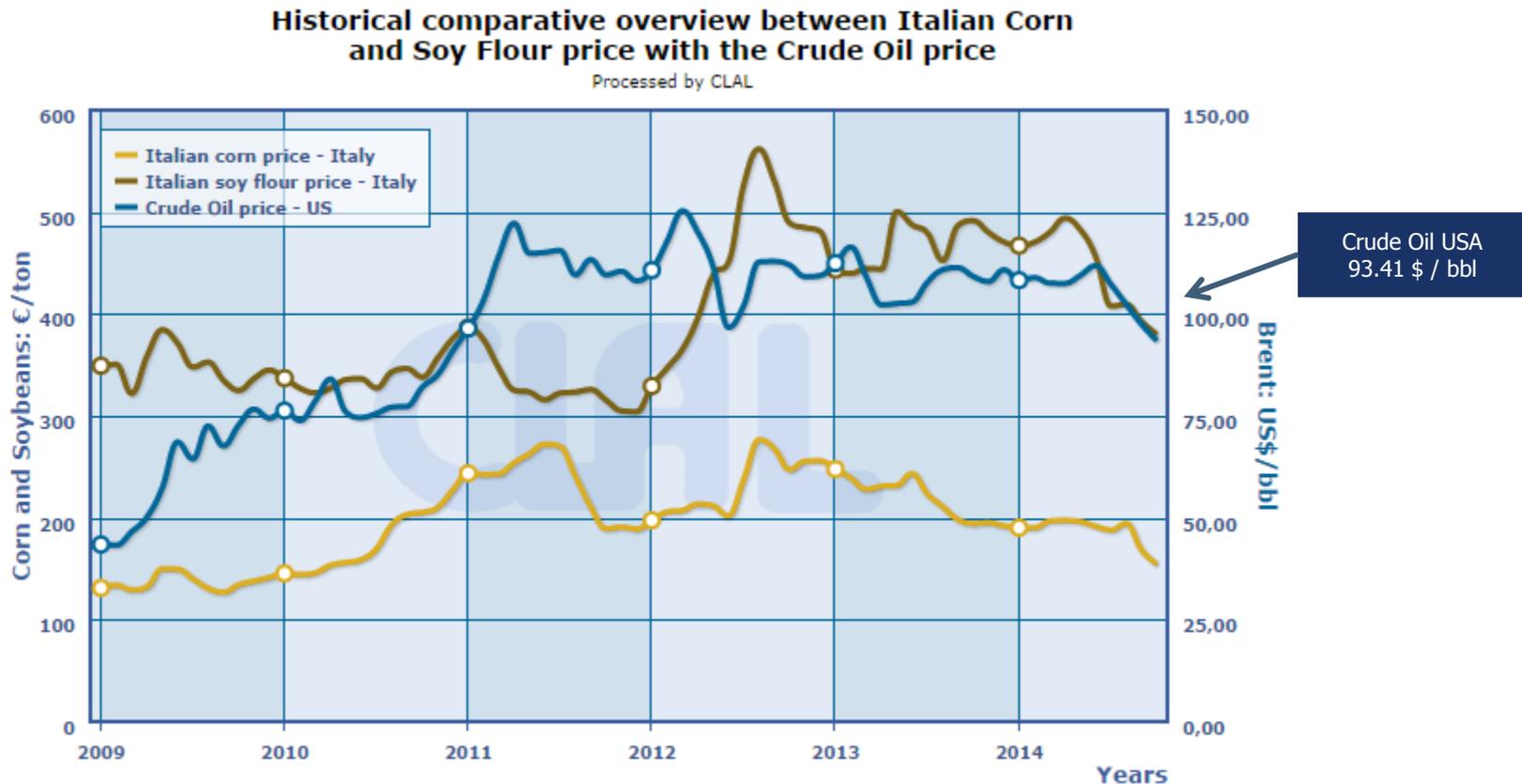
Agricultural and Energy Inputs Correlations

- ▶ US – Price comparison: Corn, Soybeans, Wheat and Farm-gate milk price



Agricultural and Energy Inputs Correlations

- ▶ Price comparison: Corn (Italy), Soy flour (Italy) and Crude Oil (US)



Focus on **Italy**

Corn and Soy prices

▶ National Corn and Soy prices as listed by the Milan Chamber of Commerce, in comparison with the Farm-gate milk price:

- ▶ Italian Corn: 154 ÷ 157 €/ton (-5 € from last month)
- ▶ Italian Soybean meal: 383 ÷ 384 €/ton (-6 € from last month)



Historical comparative overview between Italian Corn and Soy Flour price with the Farm-gate Milk price

Processed by CLAL



Farm-gate milk
Italy (Lombardy)
September 39 € / 100 It