

Corn & Soybeans

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CORN

Estimate for 2015-16 Season

- ▶ **Global Corn supplies** for 2015-16 (new marketing year starting September 1st) are projected at **989.30 Mio t** (-0.7% from last month), with reductions for Zambia, Nepal, Zimbabwe and EU.
- ▶ **U.S. projected Corn production** is unchanged at **346.22 Mio t**.
- ▶ Corn beginning stocks are raised (+0.63 Mio t) with a reduction in 2014-15 forecast corn use in ethanol production. Corn ending stocks are projected +0.63 Mio t, the same as for beginning stocks.
- ▶ **Russia Corn production** is raised +1 Mio t on a higher area and yield. Planting progress data indicate a year-to-year increase in seeded area, which is also reflected in higher year-to-year imports of agricultural chemicals. The higher production makes the country's Corn supplies very competitive in the Middle East and North Africa.
- ▶ **Brazil Corn production** for 2014-15 is raised 3 Mio t to a near-record 81 Mio t, with higher area and yields, reflecting extended rainfall through May.
- ▶ **Global Corn ending stocks** for 2015-16 are projected at **195.19 Mio t**, +3.25 Mio t mostly on the higher stocks expected for Brazil.



CORN – **Global** and **US** outlook: Estimate for the 2015-16 Season



	Million tons	From May 2015 (projections)
Beginning stocks	197.01	+2.3%
Production	989.30	-0.1%
Total use	991.12	+0.1%
Ending stocks	195.19	+1.7%



	Billion bushels	Million tons	From May 2015 (projections)
Beginning stocks	1.88	47.65	+1.3%
Production	13.63	346.22	0.0%
Total use	11.86	301.26	0.0%
Export	1.90	48.26	0.0%
Ending stocks	1.77	44.98	+1.4%
Price projection	3,50 \$/bushel	138 \$/ton	123 €/ton ↑
1 month ago	3,50 \$/bushel	138 \$/ton	121 €/ton

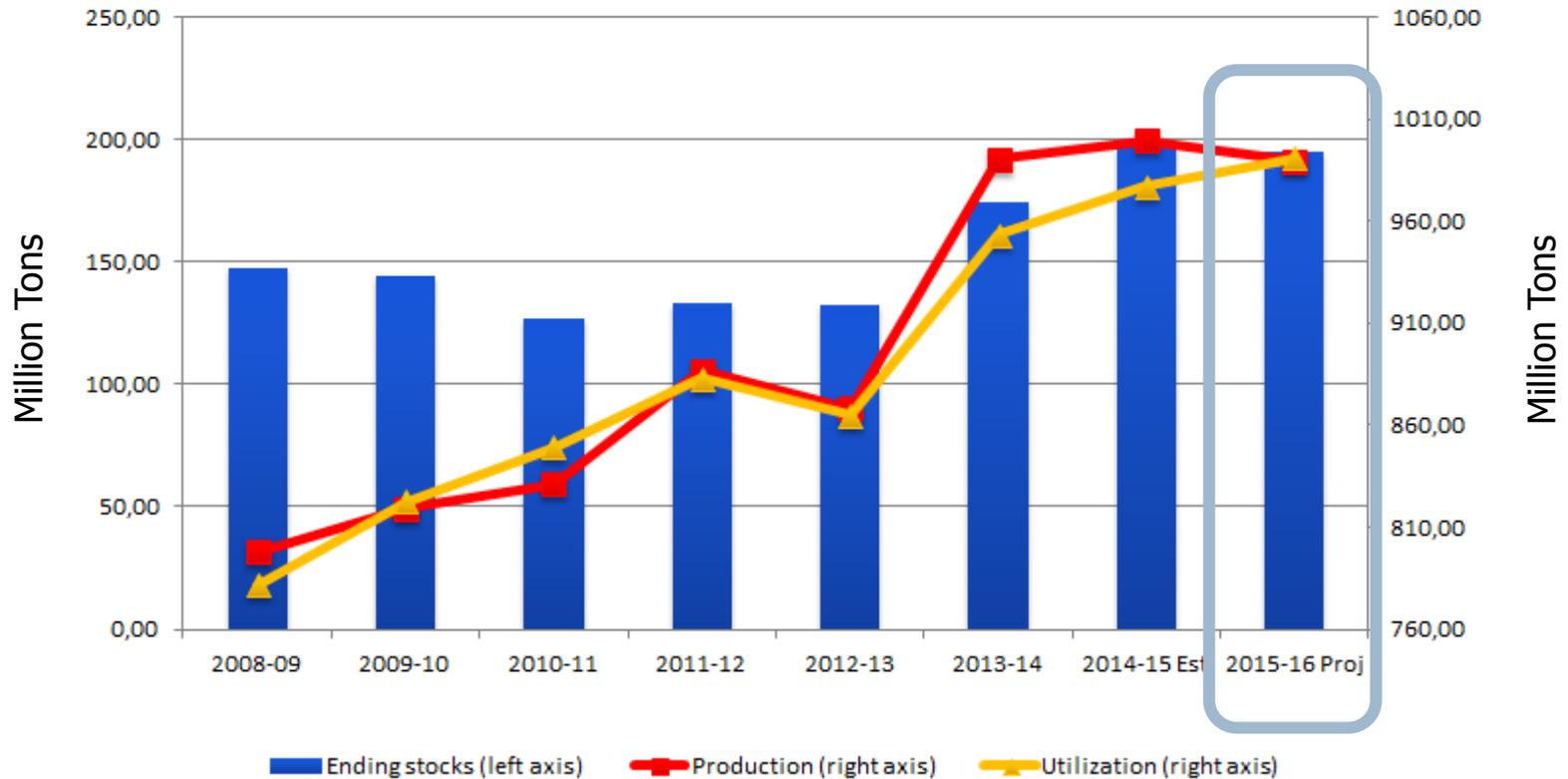
CORN conversion factors
1 bushel = 0.025 metric ton
1 metric ton = 39.38 bushel



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

World – Corn Production, Utilization and Stocks

Processed by CLAL on WASDE data





SOYBEANS

Estimate for 2015-16 Season

- ▶ **Global Soybean production** for 2015-16 (new marketing year starting October 1st) is projected at **317.58 Mio t**, +0.1% from May estimates, reflecting **gains for Russia and the EU**.
- ▶ In the **U.S.**, the largest Soybean Producer, projections for production and export are unchanged at 104.78 Mio t and 48.31 Mio t.
- ▶ Lower beginning stocks reflect higher crush and export projections for 2014-15. Ending stocks for 2015-16 are reduced 0.54 Mio t to 12.93 Mio t.
- ▶ With the lower stocks in Brazil and in the U.S. only partly offset by higher stocks in Argentina (+1 Mio t), **global Soybean stocks for 2015-16** are projected at **93.22 Mio t**, -3 mio t from last month.



SOYBEANS – **Global** and **US** outlook: Estimate for the 2015-16 Season



	Million tons	From May 2015 (projections)
Beginning stocks	83.70	-2.2%
Production	317.58	+0.1%
Total use	305.64	+0.4%
Ending stocks	93.22	-3.1%



	Billion bushels	Million tons	From May 2015 (projections)
Beginning stocks	0.33	8.97	-5.7%
Production	3.85	104.78	0.0%
Total use	1.96	53.33	+0.3%
Export	1.78	48.31	0.0%
Ending stocks	0.48	12.93	-5.0%
Price projection	9.00 \$/bushel	331 \$/ton	295 €/ton ↑
1 month ago	9.00 \$/bushel	331 \$/ton	291 €/ton

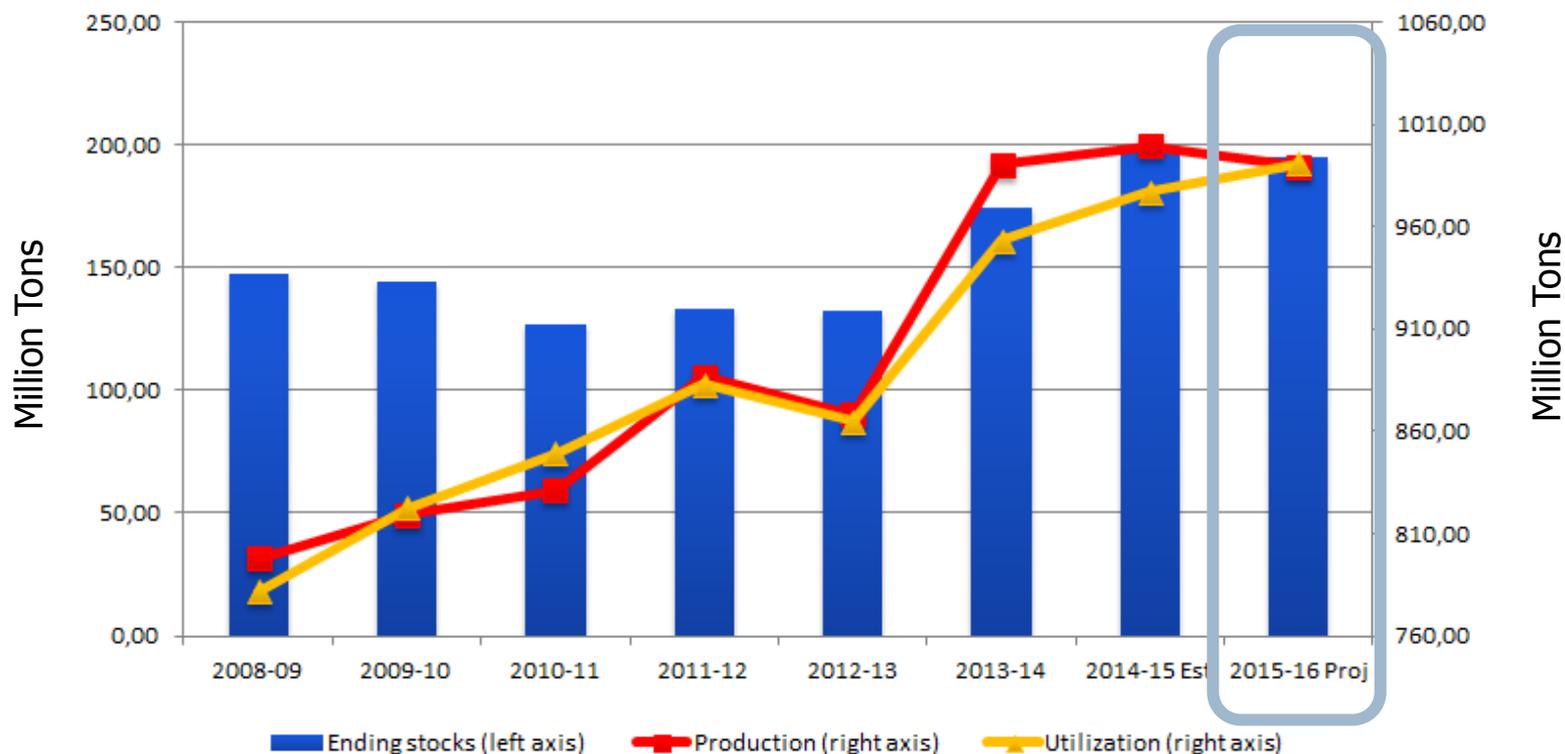
SOYBEANS conversion factors
1 bushel = 0.027 metric ton
1 metric ton = 36.74 bushel



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

World – Soybeans Production, Utilization and Stocks

Processed by CLAL on WASDE data





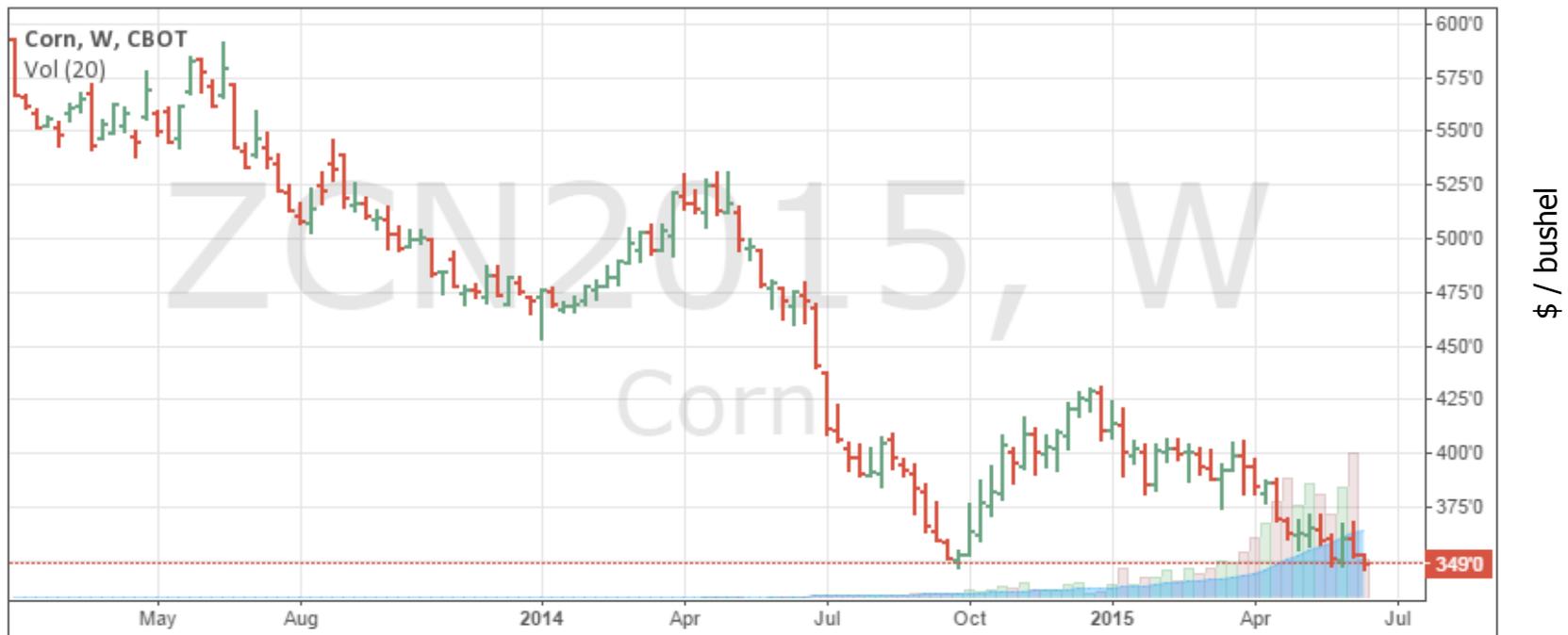
Chicago Mercantile Exchange (CME)

Corn prices

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

June 16, 2015

CBOT:ZCN2015 349'0 ▲ +0'6 (+0.22%) O:353'0 H:353'2 L:346'6 C:349'0



 **CME Group**
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Chicago Mercantile Exchange (CME) Soybean prices

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

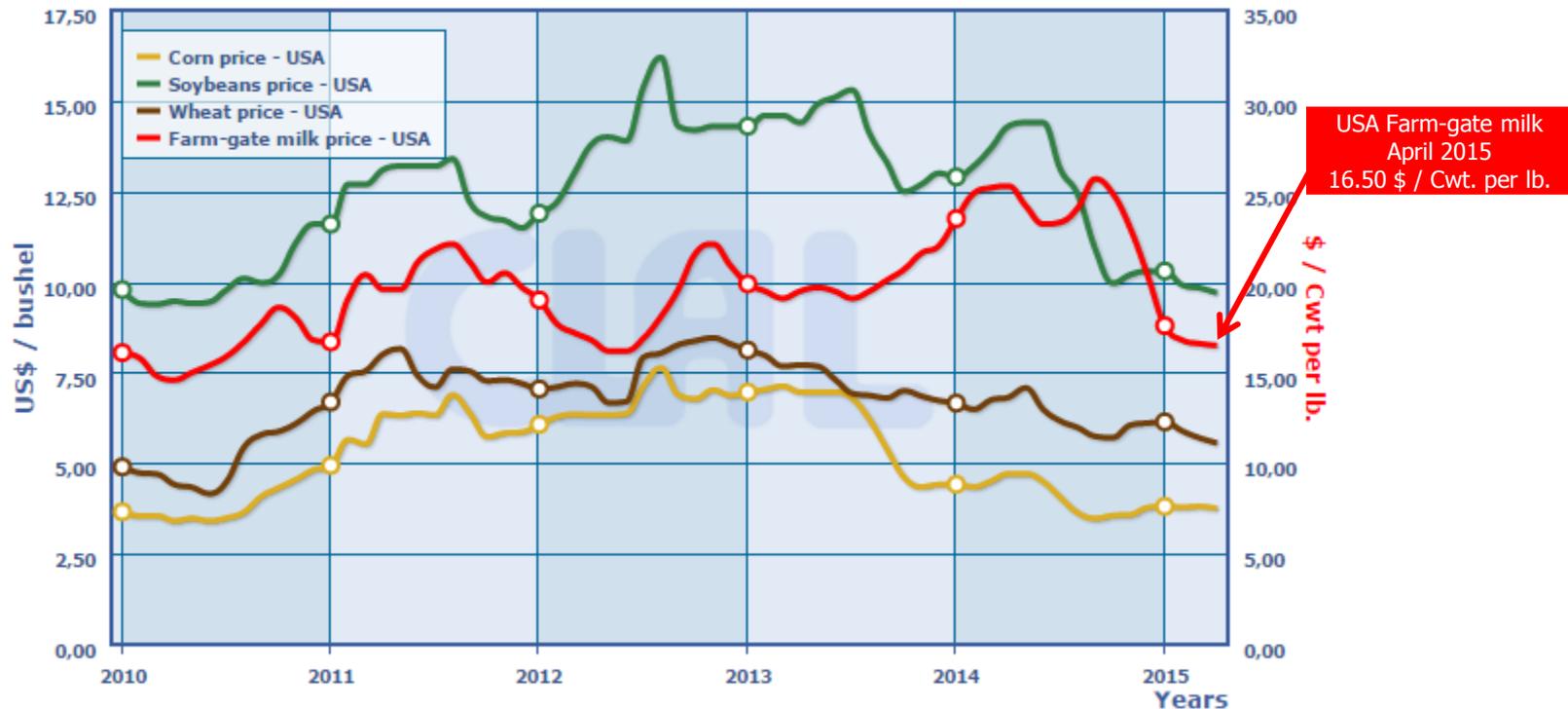


Agricultural and Energy Inputs Correlations

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

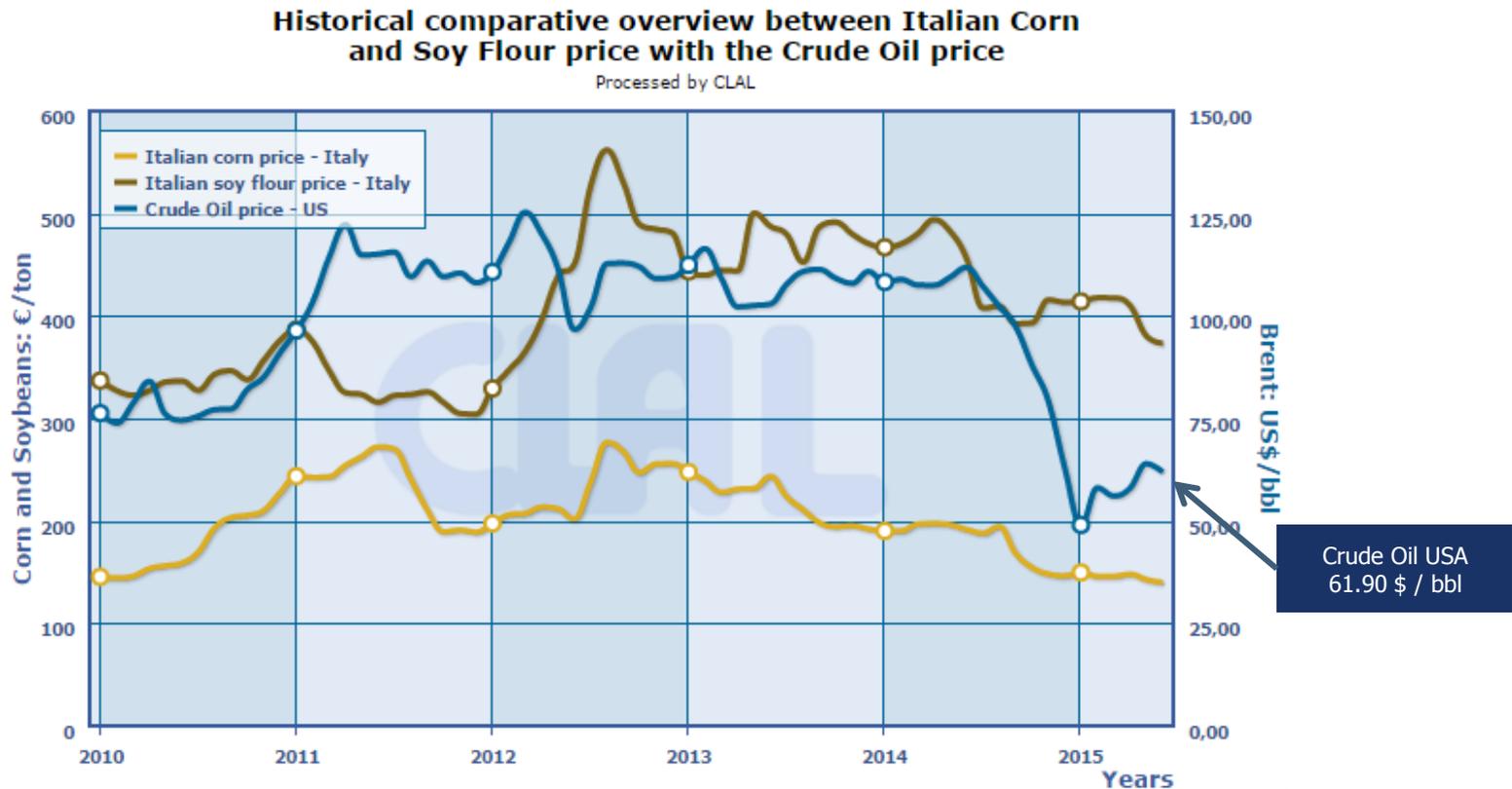
USA - Comparative historical overview of the prices of Corn, Soybeans and Wheat with the Farm-gate milk price

Processed by CLAL



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: 139 ÷ 141 €/ton (-2 € from last month)
- ▶ Italian Soy flour: 368 ÷ 369 €/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)
April 36 € / 100 lt