

Corn & Soybeans

- ▶ **Corn** (source WASDE)
 - ▶ Estimate for the 2014-15 Season
 - ▶ Global and US outlook
- ▶ **Soybeans** (source WASDE)
 - ▶ Estimate for the 2014-15 Season
 - ▶ Global and US outlook
- ▶ **Corn and Soybeans prices** (Source CME)
- ▶ **Price connections** (CIal's processing)



CORN

Estimate for 2014-15 Season

- ▶ **Global Corn supplies** for 2014-15 (new marketing year starting September 1st) are projected at **985.39 Mio t**, higher compared to July estimates, reflecting larger expected corn crops in the U.S. and in the E.U..
- ▶ In the **United States**, Corn production is expected 4.4 Mio t higher at a record **356.43 Mio t** compared with last month forecast. The **corn yield is projected at 167.4 bushels per acre** (= 10.63 tons/hectare). With the larger crop, projected corn use for 2014-15 for ethanol and exports is higher.
- ▶ **European Union** production is raised 1.4 Mio t at **67.05 Mio t**, after abundant rainfall and favorable temperatures during July. Corn consumption is lowered 2 Mio t for EU as heavy summer rains have reduced wheat quality across the region, raising prospects for wheat feeding.



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



	Million tons	From July 2014 (projections)
Beginning stocks	171.09	-1.3%
Production	985.39	+0.5%
Total use	968.67	+0.2%
Ending stocks	187.82	-0.1%



	Billion bushels	Million tons	From July 2014 (projections)
Beginning stocks	1.18	30.01	-5.2%
Production	14.03	356.43	+1.2%
Total use	11.71	297.45	+0.6%
Export	1.73	43.82	+1.5%
Ending stocks	1.81	45.93	+0.4%
Price projection	3,90 \$/bushel	154 \$/ton	115 €/ton ↓
1 month ago	4,00 \$/bushel	158 \$/ton	117 €/ton

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



SOYBEANS

Estimate for 2014-15 Season

- ▶ **Global Soybean production** for 2014-15 (new marketing year starting October 1st) is projected at **304.69 Mio t**, unchanged from last month.
- ▶ Higher Soybean production for the United States is offset by a reduction for India.
- ▶ **U.S.** Soybean production is forecast at **103.85 Mio t**, +16% from July estimates. The Soybean yield forecast is a record 45.4 bushels per acre (=3.09 tons/hectare) and harvested area is forecast at 84.1 Mio acres (=33.64 hectares).
- ▶ Lower Soybean production for **India** is due to lower planted area for the delayed monsoon.



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



	Million tons	From July 2014 (projections)
Beginning stocks	67.09	-0.2%
Production	304.69	0.0%
Total use	283.40	0.0%
Ending stocks	85.62	+0.4%

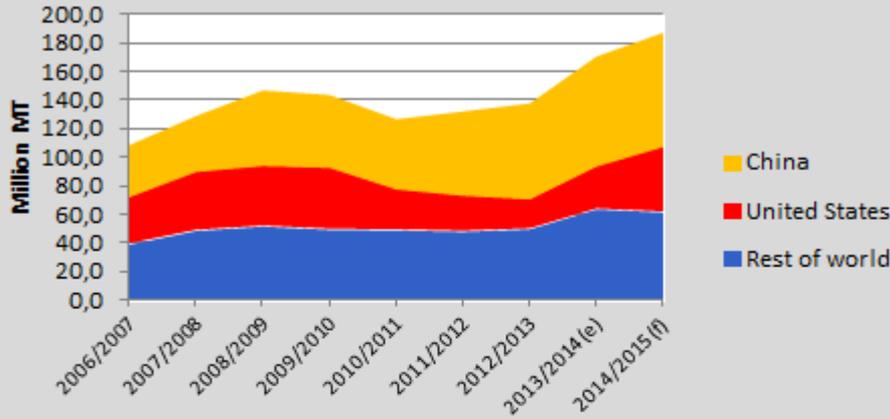


	Billion bushels	Million tons	From July 2014 (projections)
Beginning stocks	0.14	3.82	0.0%
Production	3.82	103.85	+0.4%
Total use	1.87	50.78	0.0%
Export	1.68	45.59	0.0%
Ending stocks	0.43	11.71	+3.8%
Price projection	10.35 \$/bushel	380 \$/ton	284 €/ton ↓
1 month ago	10.50 \$/bushel	386 \$/ton	285 €/ton

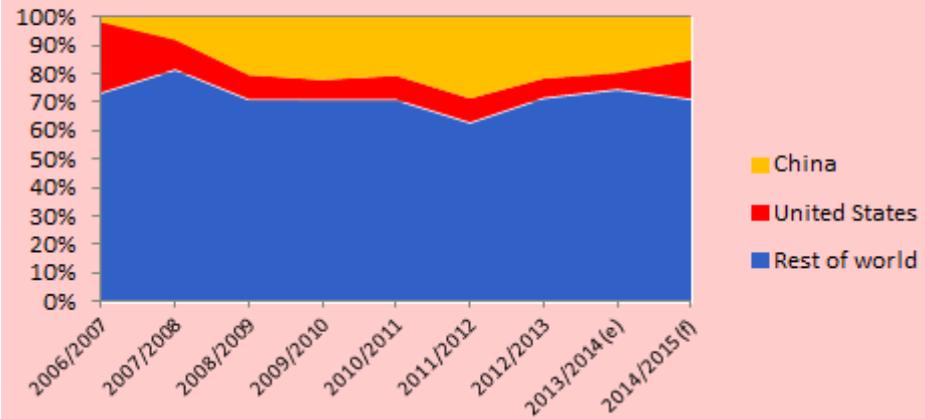
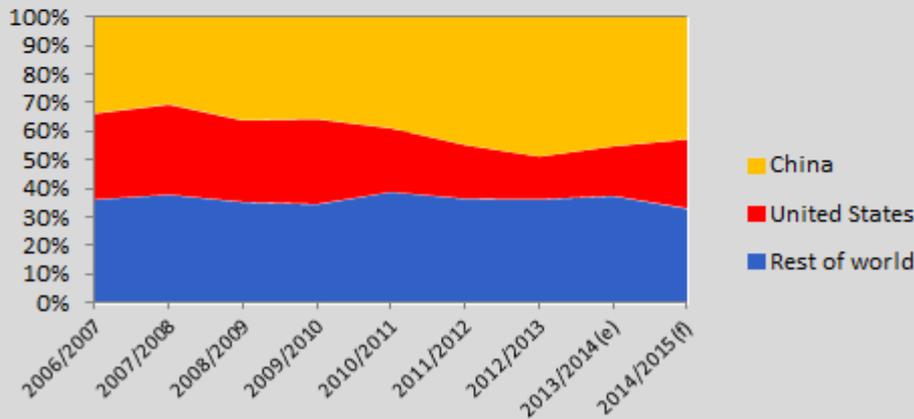
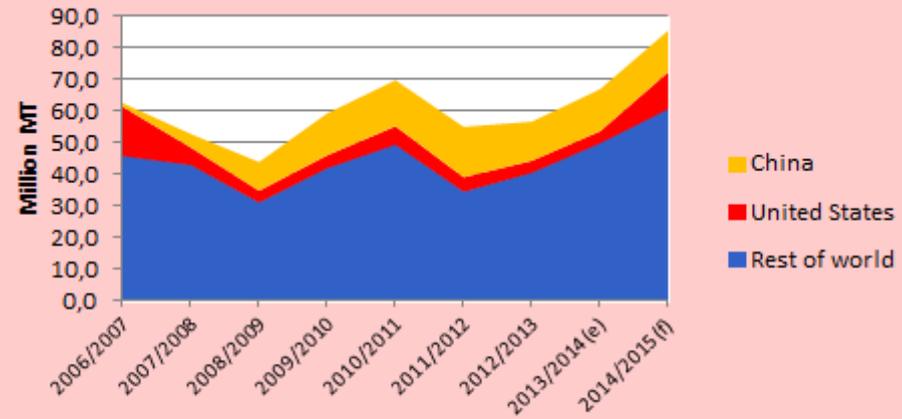
SOYBEANS conversion factors
1 bushel = 0.027 metric ton
1 metric ton = 36.74 bushel

Corn and Soybeans **Ending Stocks** with FOCUS ON CHINA AND THE UNITED STATES

CORN



SOYBEANS



Chicago Mercantile Exchange (CME)

Corn and Soybeans prices

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

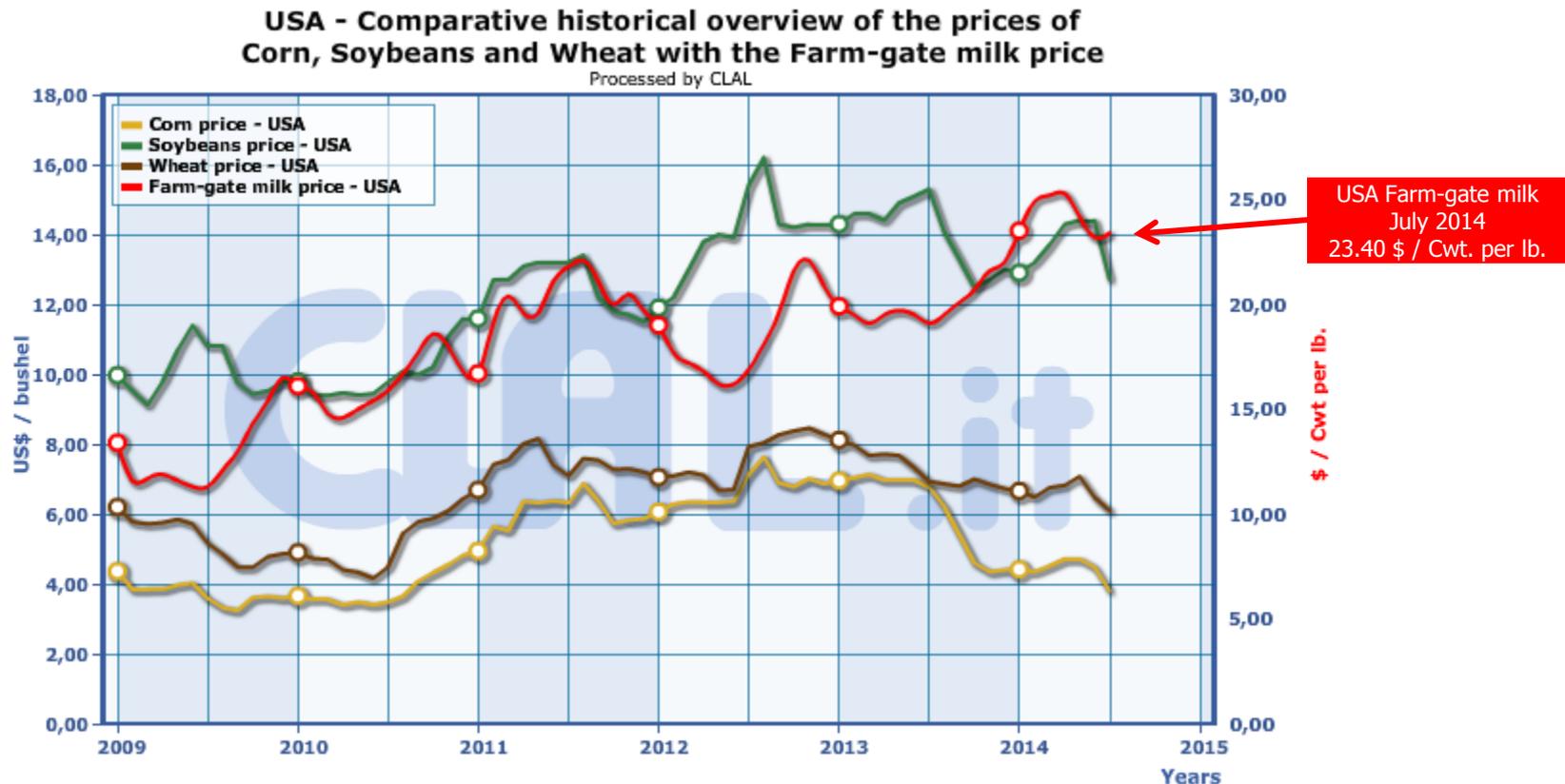


- ▶ Soybean price trend as listed by the [CME of Chicago](#):



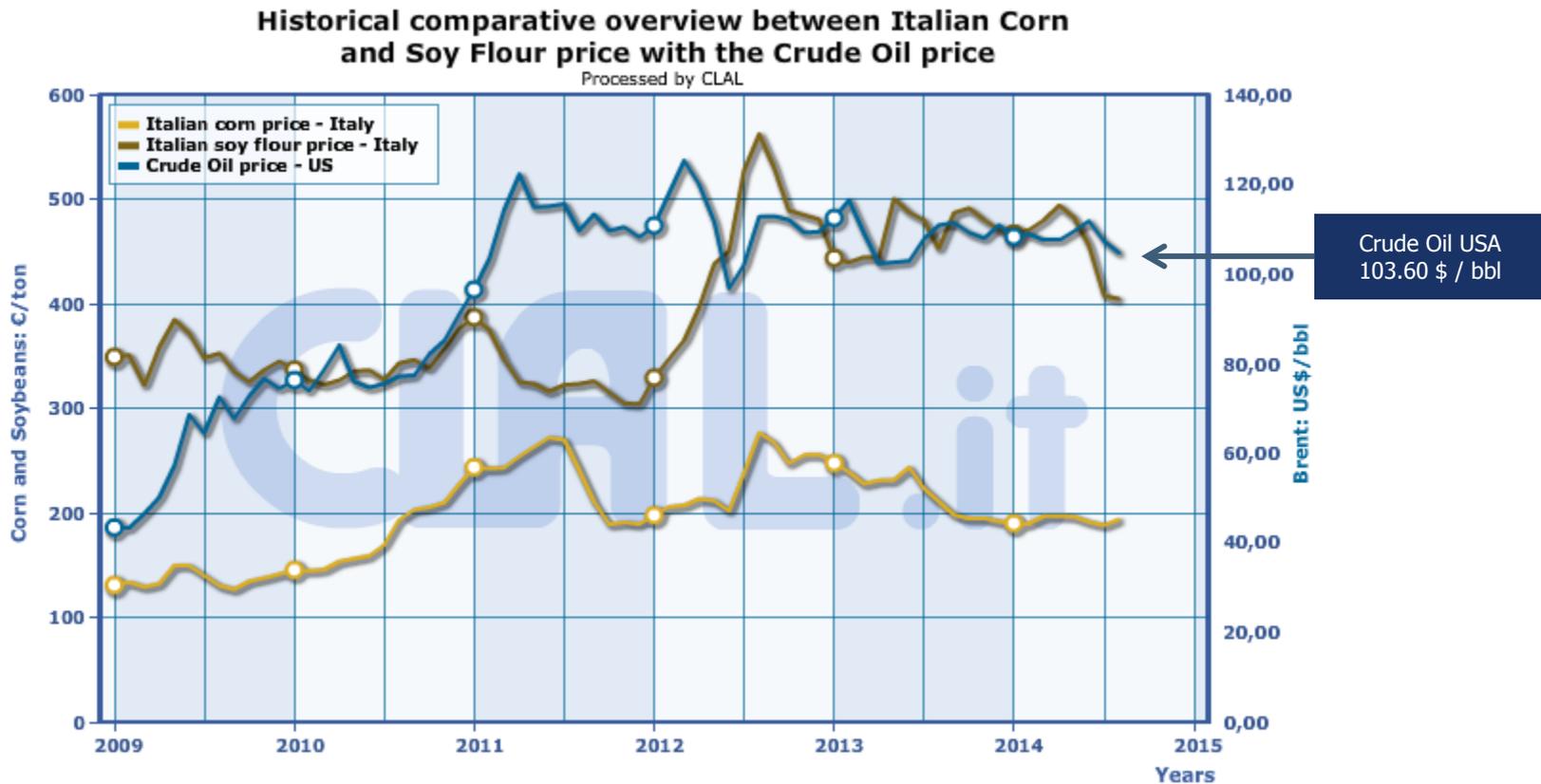
Agricultural and Energy Inputs Correlations

- ▶ 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: 193 ÷ 194 €/ton (+5 € from last month)
- ▶ Italian Soy flour: 404 ÷ 405 €/ton (+8 € 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)
July 42 € / 100 lt