



*USDA 24-hour:*

*--Export sales of 132,000 metric tons of soybeans for delivery to China during the 2021/2022 marketing year;*

*--Export sales of 128,000 metric tons of corn for delivery to Japan during the 2020/2021 marketing year; and*

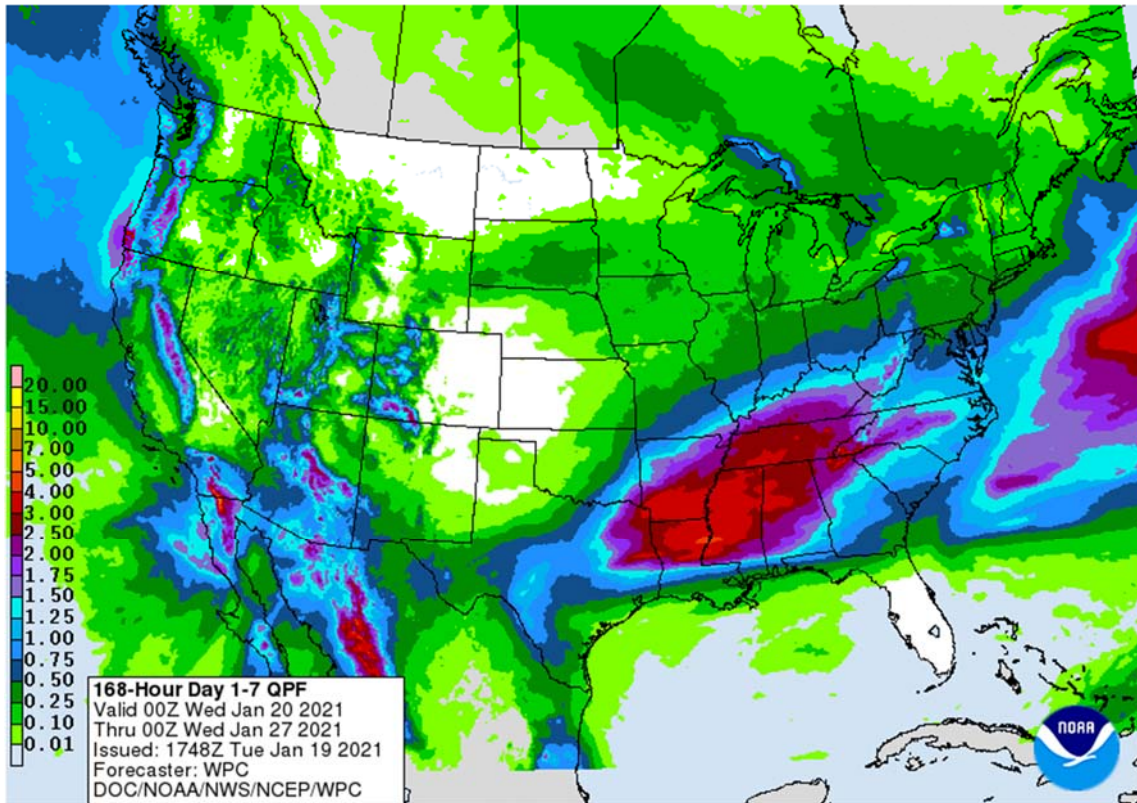
*--Export sales of 100,000 metric tons of corn for delivery to Israel during the 2020/2021 marketing year.*

*We made an error on our US corn balance sheet issued over the weekend with 2021-22 planted area and updated it to reflect 92 million acres (exports and feed taken higher). Stocks remain the same at 1.582 billion. Attached is the revised balance.*

	Corn	Bean	Chi. Wheat	Meal	Oil
FI Est. Managed Fut. Only	375	129	14	3	82
FI Est. Managed Money F&O	390	144	20	79	85

**Weather**

*South America saw mostly good rain over the 3-day period, bias northern Argentina. Brazil rainfall was widespread from Rio Grande do Sul to southern Minas Gerais and northward into Mato Grosso during the Friday through Monday afternoon. Brazil rainfall this week will be greatest from northern Rio Grande do Sul, Santa Catarina, Parana and southern Sao Paulo to Mato Grosso. Argentina received rain Friday and Saturday, bias north with 1.00 to 2.00 inches. The wetter areas were from western Entre Rios through central and northern Santa Fe to Santiago del Estero, Chaco and Formosa. Argentina’s weather outlook looks dry this week but wet for the last week of January.*



**THE WORLD'S IMPORTANT WEATHER**

- Argentina’s rainfall during the past week has bolstered soil moisture to the benefit of nearly all crops
  - Some pockets of dryness remain, but general crop conditions have been improving and will continue to improve for a few days
  - Net drying this week will be of interest and raise the importance of follow up rain the last days of January and February
- Argentina’s second week outlook today is a little drier than that suggested Monday, but that change was needed
  - The nation’s weather pattern has not come completely out of the drier mode and rain in February will be extremely important for many crops
  - La Nina is still prevailing, although it will start a weakening trend over the next few weeks
- Brazil weather has still not completely straightened out
  - Rainfall so far this month has continued below average in parts of Sao Paulo, southern and Mato Grosso, southwestern Minas Gerais, northern and eastern Parana, Tocantins, northeastern Goias or western Bahia
    - Recent rain has, however, improved soil moisture in Sao Paulo and southwestern Minas Gerais, as well as northern Parana
      - Be sure to note that these areas received significant rain over the past week even though the data does not completely reflect that fact due to poor population of “official” weather reporting stations, but the supplemental data has certainly suggested improvement
- Brazil weather over the next two weeks will be plenty wet from northern Rio Grande do Sul to western and southern Sao Paulo and northward through Mato Grosso and Goias
  - Even if some of the rainfall remains lighter than usual its coverage and frequency will be great enough to support good crop development

- Some concern over early season soybean harvest conditions may evolve later this month if rain falls too frequently, but that is not likely to be a huge issue
- East-central and northeastern Brazil will struggle with dryness for a while
  - This first week of the outlook will be one of net drying for crop areas from northeastern Sao Paulo through all of Minas Gerais to eastern Tocantins, southern Piaui, Bahia and Pernambuco
  - Second week rainfall should improve in western and southern Minas Gerais and eastern Tocantins, but will continue limited in other areas in the northeast
    - This dryness may impact unirrigated coffee, sugarcane and cocoa more significantly than grain and oilseed crops
- Brazil's greatest rainfall for a while is expected in northern and western Rio Grande do Sul, southern Paraguay, southern Mato Grosso do Sul and parts of both Santa Catarina and southern Parana during the coming ten days
- Brazil's Rio Grande do Sul crops will be in much better than usual condition for a La Nina year
- China winter crops are in good conditions with little to no winterkill so far this year
  - There was some concern over bitter cold in the north earlier this season when snow cover was limited and if there was some damage it should be slight
  - China's weather over the next couple of week should be typical for this time of year
- India has been and will continue to be dry for a while
  - There is need for more precipitation in winter crop areas outside of the far south
  - Recent drying in the far south has been good for late season harvesting that had been delayed by too much moisture earlier this month and last
- Indonesia, Malaysia and eastern Philippines have been dealing with frequent precipitation events some of which have induced flooding in recent weeks
  - Some drying would be welcome and should happen over the next two weeks
  - Soil moisture and crop conditions are mostly good and any negative impact from recent flooding has likely been localized and not suspected of having a huge impact on any crop
- Europe is a bit too wet in the west and some southern locations and drier weather would be welcome
  - Crop damage because of too much moisture has not likely occurred, but with the wet bias continuing the potential for flooding will increase and that could lead to some potential problems
- Recent precipitation in eastern Spain, Romania, Bulgaria, Greece, Moldova, Ukraine and Russia's Southern Region has improved soil moisture for spring use
  - The precipitation will continue periodically maintaining an improved outlook
  - Russia's Southern Region will not be as wet this week as it has been
- Bitter cold temperatures during the weekend brought temperatures below zero Fahrenheit from the Baltic Plain into Ukraine and northern parts of Russia's Southern Region as well as other western Russia locations
  - The cold induced no crop damage because of sufficient snow coverage
- Warming is expected in eastern Europe and the western CIS this week which may melt snow cover in southern areas and reduce winter crop protection from harsh weather if it were to suddenly return
  - There is no threat of damaging cold for the next two weeks
- U.S. crop weather is still fine in the Midwest, Delta and southeastern states with plenty of soil moisture present and no threat of winterkill in wheat areas
  - Hard red winter wheat areas are still dry in Nebraska, northwestern Kansas and northeastern Colorado where significant precipitation is needed for spring crop use
    - That precipitation may not come immediately – at least not significantly, but the spring outlook should trend a little more favorably
- Northwestern U.S. Plains and southwestern Canada's Prairies will see temperatures fall near the damage threshold for winter wheat later this week and into next week, but the combination of sufficient crop hardening

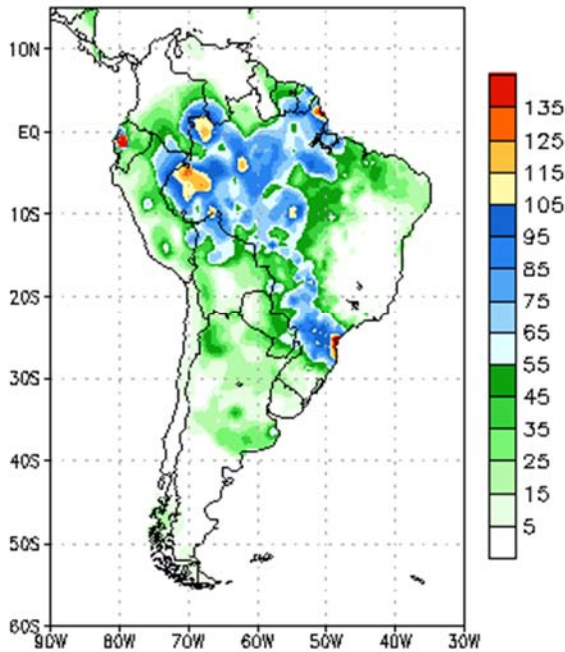
against the cold, at least a dusting of snow in some areas and borderline damaging cold conditions the impact is expected to be low

- Montana and the southwestern Canada Prairies winter crops were not well established last autumn because of dryness
- Drought in the western United States might be eased ever so slightly late this week and during the weekend as snow and rain evolve briefly in some of the dry areas
  - Much more precipitation will be needed to seriously change drought conditions and that is not very likely even though another bout of precipitation will evolve early next week
- West Texas will receive some light precipitation this week, but it will not be well distributed and much more precipitation is needed to bolster long term soil moisture
- South Texas remains too dry and needs significant rain in the next few weeks to support early season planting in late February and March, but there is still another few weeks for possible change
- U.S. Delta and southeastern states are still plenty moist and will stay that way for a while
- U.S. soft wheat in the Midwest is in favorable condition with plenty of moisture available and no threat of damaging cold anytime soon
- North America temperature outlook still brings colder than usual air to Canada's Prairies later this week and into early next week, but it is not as potent as that advertised previously and it will not last as long either
  - The cold also fails to get as far to the south into the U.S. Plains or Midwest relative to last week's forecasts
- South Africa weekend precipitation was erratic resulting in pockets of net drying and pockets of ongoing good crop development
- South Africa will experience net drying this week except in Limpopo where some significant rain may fall during the weekend from a tropical cyclone expected in Mozambique
  - Rainfall should improve next week over at least a part of the nation
- Tropical Cyclone Eloise will reach northern Madagascar today and will produce heavy rain and some moderate wind across the region
  - Flooding is possible, but damage to rice, corn, sugarcane or vanilla is not very likely
  - The storm will move across the Mozambique Channel during the latter part of this week with some re-intensification expected. The storm may make landfall during the weekend in southern Mozambique producing heavy rain across some of that nation's crop areas; however, there is potential the storm could curve to the south and stay over open water
    - Damage is expected to be light if the storm moves inland
- Australia's southeastern Queensland and northern New South Wales weather outlook is not very good for significant rainfall in the next two weeks
  - Net drying will increase unirrigated crop stress
  - Temperatures will be near to below average in eastern Queensland and northeastern New South Wales and a little warmer than usual in the remainder of the nation
- West Africa rainfall will remain mostly confined to coastal areas while temperatures in the interior coffee, cocoa, sugarcane, rice and cotton areas are in a seasonable range for the next ten days
  - Some rain fell in coastal areas of Ivory Coast and Ghana during the weekend, but key crop areas were dry
- East-central Africa rainfall will continue limited in Ethiopia as it should be at this time of year while frequent showers and thunderstorms impact Tanzania, Kenya and Uganda over the next ten days
- Southern Oscillation Index remains very strong during the weekend and was at +18.56 today and the index will remain very strong for a while longer
- Welcome rain is expected in central and northern Mexico this week
  - The moisture will help bring some badly needed relief to drought conditions, but more rain will be needed

- Winter crop planting and establishment conditions will improve briefly
- Canada Prairies will trend colder this week with periods of snow into mid-week
  - The snow will help improve crop protection for winter wheat in the south and east, but some areas in southern Alberta may stay snow free
- Southeast Canada will receive brief periods of rain and snow this week, but resulting moisture will be lighter than usual
  - Temperatures will be seasonably cool

Source: World Weather Inc. and FI

NCEP GFS Ensemble Forecast 1–7 Day Precipitation (mm)  
from: 18Jan2021  
18Jan2021–24Jan2021 Accumulation



Bias correction based on last 30-day forecast error

## Bloomberg Ag Calendar

Tuesday, Jan. 19:

- USDA weekly corn, soybean, wheat export inspections, 11am
- New Zealand global dairy trade auction

Wednesday, Jan. 20:

- **China customs to publish import data split by country**
- European Cocoa Association grinding data
- Malaysia's Jan 1-20 palm oil exports

Thursday, Jan. 21:

- Port of Rouen data on French grain exports
- USDA red meat production

Friday, Jan. 22:

- **USDA weekly crop net-export sales for corn, soybeans, wheat, cotton, pork, beef, 8:30am**
- ICE Futures Europe weekly commitments of traders report, 1:30pm (6:30pm London)
- CFTC commitments of traders weekly report on positions for various U.S. futures and options, 3:30pm
- **EIA weekly U.S. ethanol inventories, production, 10:30am (two days later than usual due to federal holidays earlier in the week)**

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- **U.S. Cattle on Feed, poultry slaughter**

Source: Bloomberg and FI

### China selected commodity imports

	Nov 2020 (tonnes)	% change* y/y	YTD (tonnes)	% change* y/y
Corn	2.25 mln	207%	11.3 mln	136%
Wheat	880,000	78%	8.38 mln	140%
Barley	980,000	310%	8.08 mln	36%
Sorghum	550,000	1359%	4.81 mln	479%
Pork	440,000	63%	4.39 mln	108%
Sugar	910,000	325%	5.27 mln	56%

Source: FI, Reuters, China AgMin

### USDA inspections versus Reuters trade range

Wheat	276,898	versus	200000-400000	range
Corn	876,774	versus	900000-1250000	range
Soybeans	2,058,399	versus	900000-1850000	range

### US EXPORT INSPECTIONS

Million Bushels	Actual	FI Estimates	Last Week	LW revised	5-Year Ave.	Cumulative		USDA	Weekly Ave. to	Weekly rate	Shipments
						YTD	YOY %				
<b>WHEAT</b>	<b>10.174</b>	9 to 15	10.328	0.062	16.1	572	-2.6%	985	To date	to Reach USDA	% of USDA
<b>CORN</b>	<b>34.517</b>	35 to 47	51.721	7.205	29.4	680	82.2%	2550	33.7	58.8	26.7%
<b>SOYBEANS</b>	<b>75.633</b>	53 to 64	67.894	2.563	48.3	1,578	77.7%	2230	78.1	20.5	70.8%

Million Tons	Actual	Estimates	Last Week	LW revised	5-Year Ave.	YTD	YOY MT	Projection	To date	to Reach USDA	% of USDA
<b>CORN</b>	<b>0.877</b>	0.900 to 1.200	1.314	0.183	0.746	17.276	7.792	64.77	0.855	1.494	26.7%
<b>SOYBEANS</b>	<b>2.058</b>	1.450 to 1.750	1.848	0.070	1.316	42.957	18.777	60.69	2.126	0.558	70.8%

Source: USDA & FI

## US EXPORT INSPECTIONS: TOP COUNTRIES, IN MILLION BUSHELS

<b>Corn</b>		<b>34.517</b>	<b>Wheat</b>		<b>10.174</b>	<b>Beans</b>	<b>75.633</b>
Mexico	▲	8.832	Indonesia	▲	3.963	China	46.849
Japan	▲	6.017	Mexico	▲	2.873	Spain	4.838
Colombia	▲	5.734	Japan	▲	1.007	Egypt	3.615
Korea Rep	▲	2.930	Colombia	▲	0.809	Thailand	2.925
China	▲	2.831	Brazil	▲	0.469	Mexico	2.695
El Salvador	▲	2.572	Taiwan	▲	0.414	Netherlands	2.188

Source: USDA & FI

## US EXPORT INSPECTIONS: TOP COUNTRIES, IN TONS

<b>Corn</b>		<b>876,774</b>	<b>Wheat</b>		<b>276,898</b>	<b>Beans</b>	<b>2,058,399</b>
MEXICO		224,347	INDONESIA		107,861	CHINA	1,275,014
JAPAN		152,828	MEXICO		78,203	SPAIN	131,675
COLOMBIA		145,654	JAPAN		27,406	EGYPT	98,392
KOREA REP		74,437	COLOMBIA		22,027	THAILAND	79,605
CHINA		71,916	BRAZIL		12,757	MEXICO	73,347
EL SALVADOR		65,342	TAIWAN		11,277	NETHERLANDS	59,542

Source: USDA & FI

## GRAINS INSPECTED AND/OR WEIGHED FOR EXPORT

REPORTED IN WEEK ENDING JAN 14, 2021  
-- METRIC TONS --

GRAIN	WEEK ENDING			CURRENT	PREVIOUS
	01/14/2021	01/07/2021	01/16/2020	MARKET YEAR TO DATE	MARKET YEAR TO DATE
BARLEY	2,395	0	318	23,339	17,246
CORN	876,774	1,313,767	396,914	17,275,616	9,483,581
FLAXSEED	24	0	0	485	396
MIXED	0	0	0	0	0
OATS	0	0	48	2,393	2,443
RYE	0	0	0	0	0
SORGHUM	159,495	133,461	31,005	2,638,767	988,758
SOYBEANS	2,058,399	1,847,777	1,208,247	42,956,889	24,180,346
SUNFLOWER	0	0	0	0	0
WHEAT	276,898	281,087	516,808	15,568,860	15,985,872
Total	3,373,985	3,576,092	2,153,340	78,466,349	50,658,642

CROP MARKETING YEARS BEGIN JUNE 1 FOR WHEAT, RYE, OATS, BARLEY AND FLAXSEED; SEPTEMBER 1 FOR CORN, SORGHUM, SOYBEANS AND SUNFLOWER SEEDS. INCLUDES WATERWAY SHIPMENTS TO CANADA.

### Corn.

- March corn futures settled 5.50 cents lower after decent rain fell across South America over the weekend. Price declines were limited on buying in some of the US wheat contracts, and Chinese December trade data that indicated strong corn import demand.

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- USDA US corn export inspections as of January 14, 2021 were 876,774 tons, below a range of trade expectations, below 1,313,767 tons previous week and compares to 396,914 tons year ago. Major countries included Mexico for 224,347 tons, Japan for 152,828 tons, and Colombia for 145,654 tons.
- After Russia announced on Friday to impose and increase wheat export taxes, Ukraine on January 25 will decide whether to limit corn exports to 22 million tons. Ukraine exported nearly 11 million tons so far this season. The Ukraine grain traders union, UGA, sees no ground to restrict Ukraine corn exports.
- Funds on Monday sold an estimated net 25,000 corn contracts.
- China's customs data showed a record 11.3 million tons of corn was imported last year, more than double the previous year. It included 2.25 million tons in December. The 11.3 million tons is above the 7.2 million tons quota.
- China will auction off 30,000 tons of pork on Jan 21.
- China National Bureau of Statistics reported the following:
  - 2020 pork output fell 3.3% from a year earlier to 41.13 million tons
  - China slaughtered 527.04 million hogs in 2020, down 3.2% from the same period a year earlier.
  - China pig herd rose to 406.5 million heads at the end of December from 370.39 million at the end of September
- So far in January, Ukraine corn export prices rose \$23-\$26 per ton to \$256-\$264 fob Black Sea, according to APK-Inform. This is \$6-\$10 per ton higher than the previous record in May 2014.
- Due to the Federal holidays of Dr. Martin Luther King Jr. and the Presidential Inauguration the next U.S. Export Sales Report will be released on Friday, January 22, 2021.
- The European Union granted imports licenses for 302,000 tons of corn imports, bringing cumulative 2020-21 imports to 9.237 MMT, 26 percent below same period year ago.
- Bloomberg Cattle on Feed placement estimates: Placements are seen down 3.1% y/y to 1.772 million. Placements fell 11% in Oct. and 8.9% in Nov.

#### Corn Export Developments

- USDA reported the following 24-hour sales:
  - Export sales of 128,000 metric tons of corn for delivery to Japan during the 2020/2021 marketing year
  - Export sales of 100,000 metric tons of corn for delivery to Israel during the 2020/2021 marketing year.
- Taiwan's MFIG seeks 65,000 tons of corn on Wednesday for March or April loading.



## USDA 24-hour

Date report	Value (tonnes)	Commodity	Destination	Year
19-Jan	132,000	Soybeans	China	2021-22
19-Jan	128,000	Corn	Japan	2020-21
19-Jan	100,000	Corn	Israel	2020-21
15-Jan	318,000	Soybeans	Unknown	2021-22
15-Jan	110,000	Corn	Mexico	2020-21
13-Jan	68,000	Soybeans	Unknown	2021-22
13-Jan	396,300	Soybeans	Unknown	2020-21
12-Jan	120,000	Soybeans	Unknown	2020-21
11-Jan	108,500	Corn	Colombia	2020-21
11-Jan	132,000	Soybeans	China	2020-21
8-Jan	204,000	Soybeans	China	2020-21
7-Jan	213,350	Soybeans	Unknown	2021-22
7-Jan	130,000	Soybeans	Unknown	2021-22
4-Jan	102,616	Corn	Unknown	2020-21

## Trade News Service

**MEAT PRODUCTION** - The USDA's Agricultural Marketing Service estimated US slaughter and production of meat under Federal Inspection at the end of the following weeks (production in millions of pounds, slaughter in thousand head, with revisions highlighted):

	01/16/21	01/09/21	01/18/20	Pct Yr/Yr
<b>SLAUGHTER</b>				
Cattle	651	651	633	3
Calves	8	8	11	-27
Hogs	2,654	2,849	2,496	6
Lamb/Sheep	36	35	37	-3
<b>MEAT PRODUCTION</b>				
Beef	544.8	544.9	522.5	4
Calf/Veal	1.1	1.1	1.5	-27
Pork	579.6	621.4	538.7	8
Lamb/Mutton	2.2	2.2	2.5	-12

## US Weekly Petroleum Status Report - Ethanol

	Ethanol Production		Change		Ethanol Stocks		Change		Days of Ethanol
	FI Production Est.	Mbbl	Last Week	Last Year	FI Stocks Est.	Mbbl	Last Week	Last Year	
11/27/2020		974	-16	-8.1%		21,240	374	2.9%	21.4
12/4/2020		991	17	-7.6%		22,083	843	1.2%	21.4
12/11/2020		957	-34	-10.1%		22,950	867	5.3%	23.1
12/18/2020		976	19	-9.9%		23,169	219	7.9%	23.5
12/25/2020		934	-42	-12.4%		23,504	335	11.7%	24.8
1/1/2021		935	1	-12.0%		23,284	-220	3.7%	25.1
1/8/2021		941	6	-14.1%		23,692	408	3.0%	24.7
1/15/2021	-3 to +6				+75 to +200				

Source: EIA and FI

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Corn		Change	Oats		Change	Ethanol	Settle	
MAR1	525.00	(6.50)	MAR1	362.50	(3.50)	FEB1	1.63	Spot DDGS IL
MAY1	526.75	(8.00)	MAY1	356.25	(3.25)	MAR1	1.61	Cash & CBOT
JUL1	523.75	(8.25)	JUL1	348.75	(3.50)	APR1	1.66	Corn + Ethanol
SEP1	477.25	(8.25)	SEP1	316.50	(0.25)	MAY1	1.66	Crush
DEC1	454.25	(5.75)	DEC1	306.25	(0.75)	JUN1	1.65	1.24
MAR2	460.50	(5.00)	MAR2	313.50	(0.75)	JUL1	1.65	

Soybean/Corn		Ratio	Spread	Change	Wheat/Corn		Ratio	Spread	Change
MAR1	MAR1	2.64	858.50	(26.75)	MAR1	1.28	148.25	4.25	
MAY1	MAY1	2.62	854.50	(25.50)	MAY1	1.28	147.50	5.75	
JUL1	JUL1	2.61	844.00	(25.00)	JUL1	1.26	135.25	9.50	
SEP1	SEP1	2.60	762.00	(9.25)	SEP1	1.38	183.00	11.00	
NOV1	DEC1	2.61	733.25	(4.50)	DEC1	1.47	211.75	9.50	
MAR2	MAR2	2.50	692.00	(2.75)	MAR2	1.45	209.50	8.50	

### US Corn Basis & Barge Freight

Gulf Corn		BRAZIL Corn Basis		Chicago		
JAN	+77 / 82 h up1/up2	JLY	+85 / 95 n	up5/unch	Toledo	-5 h unch
FEB	+75 / 79 h dn1/dn1	AUG	+87 / 98 u	up2/unch	Decatur	+15 h unch
MCH	+72 / 76 h up2/up2	SEP	+87 / 98 u	up2/unch	Dayton	h price unch
APR	+69 / 74 k dn2/unch	0-Jan			Cedar Rapi	-10 h dn1
MAY	+69 / 74 k dn2/unch				Burns Harb	-10 h unch

USD/ton:	Ukraine Odessa	\$	257.00	Memphis-Cairo Barge Freight (offer)					
US Gulf 3YC Fob Gulf Seller (RTRS)	253.1	248.0	246.1	244.8	242.8	240.8	BrgF MTCT JAN	290	unchanged
China 2YC Maize Cif Dalian (DCE)	439.5	440.8	441.8	442.5	442.8	443.3	BrgF MTCT FEB	270	unchanged
Argentina Yellow Maize Fob UpRiver	-262.4	255.8	245.0	-	-	-	BrgF MTCT MAR	275	unchanged

Source: FI, DJ, Reuters & various trade sources

Updated 1/12/21

March corn is seen trading in a \$4.75 and \$5.50 range

### Soybean complex.

- CBOT soybeans traded sharply lower after South America saw rain over the weekend and lower lead by offshore product values. March soybeans fell by a large 31 cents to \$13.8575, March meal off a whopping \$12.70/short ton to \$450.50, and March soybean oil down by 15 points to 41.70 cents. Note the May and July soybean oil contracts fell 30 and 49 points, respectively. With palm oil trading at near a 2-month low, this could drive China to import a little more palm oil going forward over soybean oil and rapeseed oil. Note European rapeseed oil demand has been very good by China. Egypt GASC seeks local vegetable oils on January 23.
- One factor that may have come into play today were renewed geopolitical concerns between the US and China. "US State Sec. Pompeo: US Has Determined That China Has Committed 'Genocide' And 'Crimes Against Humanity' In Its Treatment Of Uighur Muslims And Other Members Of Ethnic And Religious Minority Groups In Western Region Of Xinjiang."
- The selling in soybeans spilled over into ICE canola. March canola fell \$19.80 or 2.9% to \$664.20 per ton.
- We heard the recent driver strike in Argentina that started Jan 15 was not very populated and had little impact on agriculture deliveries. However, some soybean arrivals to ports dependent on lorries were affecting arrivals.

- USDA US soybean export inspections as of January 14, 2021 were 2,058,399 tons, above a range of trade expectations, above 1,847,777 tons previous week and compares to 1,208,247 tons year ago. Major countries included China for 1,275,014 tons, Spain for 131,675 tons, and Egypt for 98,392 tons.
- Meanwhile China was a good buyer last week of US and Brazil soybeans of an estimated 30-32 cargoes, according to AgriCensus.
- Funds on Monday sold an estimated net 20,000 soybeans, sold 5,000 soybean meal and sold 1,000 soybean oil.
- Last we heard, IL crude SBO was nominal 150 over, East nominal 175 over, West nominal 125 over and crude degummed at the Gulf at 575 over, down from 700 early last week.
- Argentine as of late last week planted 94 percent of their soybean crop, one point below average.
- AgRural reported Brazil harvested less than one percent of the soybean crop, behind 2 percent a year earlier. MG is less than one percent versus nearly 5 percent average.
- Brazil truck workers are planning to go on strike February 1 over fuel prices.
- India oilseed meal imports were 512,997 tons in December from 220,404 tons a year earlier. Shipments of soybean meal 251,221 tons vs 72,233 tons.
- Ukraine's sunseed crush may slow over the near term on lack of producer selling and poor crush margins.
- The European Union reported soybean import licenses since July 1 at 8.045 million tons, below 7.658 million tons a year ago. European Union soybean meal import licenses are running at 9.932 million tons so far for 2020-21, below 10.570 million tons a year ago. EU palm oil import licenses are running at 3.244 million tons for 2020-21, above 3.097 million tons a year ago, or up 5 percent.
- European Union rapeseed import licenses since July 1 were 3.909 million tons, down 1 percent from 3.960 million tons from the same period a year ago.

## European Union Weekly Exports/Imports

	Season 2020-2021 (July - June)			2019/2020	2018/2019
<0#SEEDS-EU-STAT>	01Jul20 - 17Jan21			19Jan20	13Jan19
	IMPORT	WEEK	Y/Y	IMPORT	IMPORT
		VAR	%VAR		
Soybeans	8045	+182	+5%	7658	8207
Rapeseed	3909	+164	-1%	3960	2554
Sunflowerseed	671	+18	+36%	494	284
Total seeds	12625	+364	+4%	12112	11045
Soymeal	9632	+152	-9%	10570	9772
Rapeseed meal	226	+5	+9%	208	328
Sunflowerseed meal	1348	+182	-14%	1565	1623
Total meals	11206	+339	-9%	12343	11723
Soyoil	282	+5	-3%	292	235
Rapeseed oil	158	+2	-11%	178	183
Sunflowerseed oil	1024	+42	-9%	1123	824
Palm oil	3244	+69	+5%	3097	3767
Total oils	4708	+118	+0%	4690	5009
Total	28539	+821	-2%	29145	27777

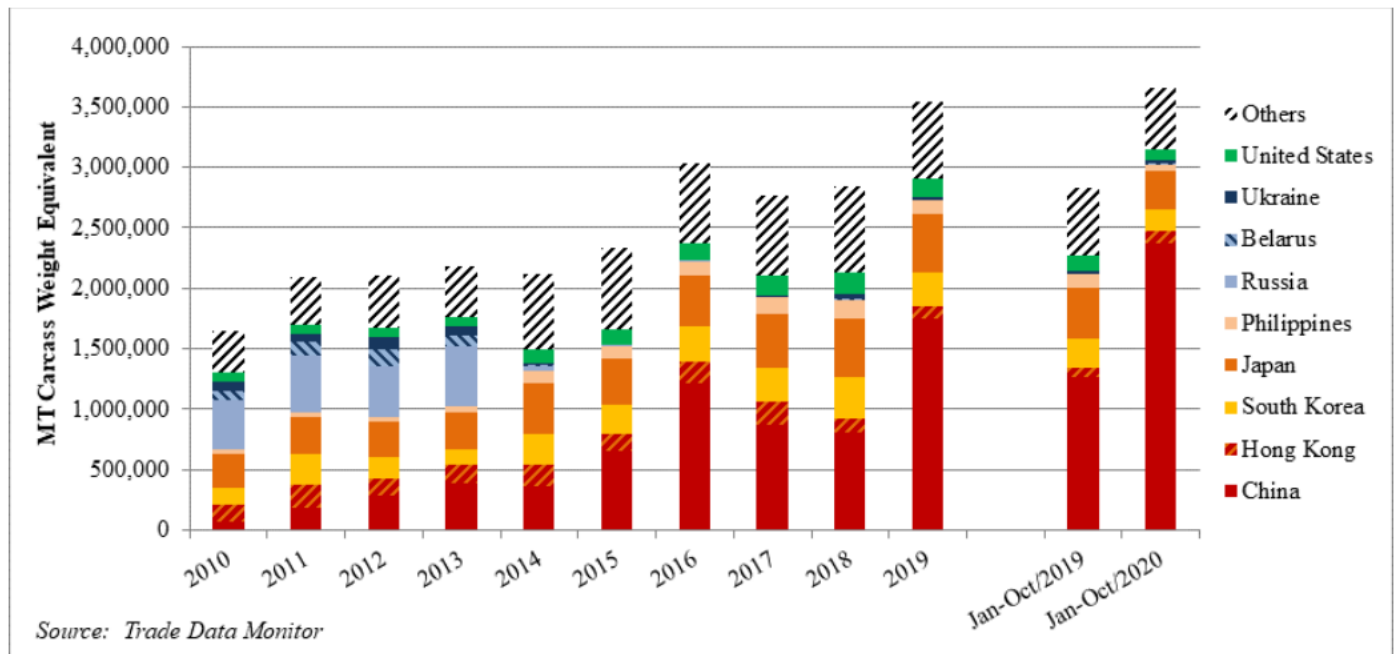
Source: European Commission, Reuters, and FI

### Oilseeds Export Developments

- Egypt's GASC seeks 3,000 of local soybean oil and 2,000 tons of local sunflower oil on Jan 23 for arrival between February 18 and March 5. USDA reported the following 24-hour sales:
  - Export sales of 132,000 metric tons of soybeans for delivery to China during the 2021/2022 marketing year
- USDA seeks 6,390 tons of vegetable oil on January 20 under the PL480 program for March 1-31 shipment (Mar 16-Apr 15 for plants at ports).

### USDA attaché: EU 2020 pork exports hit record

**Chart 1 – Annual EU Pork Exports Compared to January-October 2019/2020 Exports**



<https://apps.fas.usda.gov/newgainapi/api/Report/DownloadReportByFileName?fileName=EU%20Pork%20Exports%20Reached%20Record%20Levels%20in%202020%20The%20Hague%20European%20Union%2001-09-2021>

Soybeans			Soybean Meal			Soybean Oil		
	Change			Change		Change		
MAR1	1383.50	(33.25)	MAR1	450.40	(12.80)	MAR1	41.67	(0.18)
MAY1	1381.25	(33.50)	MAY1	447.00	(11.50)	MAY1	41.11	(0.38)
JUL1	1367.75	(33.25)	JUL1	443.20	(10.60)	JUL1	40.61	(0.60)
AUG1	1330.75	(23.50)	AUG1	430.80	(9.10)	AUG1	39.84	(0.72)
SEP1	1239.25	(17.50)	SEP1	412.80	(6.30)	SEP1	39.04	(0.78)
NOV1	1187.50	(10.25)	OCT1	394.70	(2.20)	OCT1	38.29	(0.73)
JAN2	1183.75	(8.00)	DEC1	391.50	(2.10)	DEC1	38.09	(0.75)

Soybeans	Spread	Change	SoyMeal	Spread	Change	SoyOil	Spread	Change
Mar/May	-2.25	(0.25)	Mar/May	-3.40	1.30	Mar/May	-0.56	(0.20)

Electronic Beans Crush		Oil as %	Meal/Oil \$	Meal	Oil		
Month	Margin	of Oil&Meal	Con. Value	Value	Value		
MAR1	65.75	MAR1 31.63%	\$ 20,038	990.88	458.37		
MAY1	54.36	MAY1 31.50%	\$ 20,034	983.40	452.21	EUR/USD	1.2126
JUL1	54.00	JUL1 31.42%	\$ 19,954	975.04	446.71	Brazil Real	5.3488
AUG1	55.25	AUG1 31.62%	\$ 19,176	947.76	438.24	Malaysia Bid	4.0480
SEP1	98.35	SEP1 32.11%	\$ 17,856	908.16	429.44	China RMB	6.4777
NOV1/DEC1	92.79	OCT1 32.66%	\$ 16,496	868.34	421.19	AUD	0.7693
JAN2	85.10	DEC1 32.73%	\$ 16,296	861.30	418.99	CME Bitcoin	36371
MAR2	89.40	JAN2 32.78%	\$ 16,084	852.94	415.91	3M Libor	0.22363
MAY2	87.76	MAR2 33.23%	\$ 15,178	829.18	412.72	Prime rate	3.2500
JUL2	89.58	MAY2 33.33%	\$ 14,888	818.84	409.42		

US Soybean Complex Basis			
JAN	+86 / 92 f unch		DECATUR +20 h unch
FEB	+79 / 88 h dn1/up1	ILSBM	SIDNEY -10 h unch
MCH	+79 / +84 h up3/unch	CIF Meal	CHICAGO -5 h unch
APR	+78 / 85 k up1/unch	Oil FOB NOLA	TOLEDO -10 h unch
MAY	+78 / 85 k up1/up2	Decatur Oil	BRNS HRBR mch price unch
			C. RAPIDS -20 h unch

Brazil Soybeans Paranagua fob		Brazil Meal Paranagua		Brazil Oil Paranagua	
FEB	+85 / +100 f up22/up23	FEB	nq na	JAN	nq na
MCH	+50 / +60 h up8/up14	MCH	+15 / +18 h unch	FEB	+500 / +650 h dn10/dn250
APR	+47 / +52 k up7/up7	APR	+3 / +7 k up5/unch	MCH	+230 / +350 h dn20/unch
MAY	+53 / +58 k up8/up8	MAY	-2 / +7 k unch/up2	APR	+160 / +210 k up40/dn10
JUNE	+75 / +85 n up5/up10	JUNE	-2 / +7 n dn1/up2	MAY	+160 / +210 k up50/dn10
	Argentina meal	483 35.5	Argentina oil	Spot fob	46.4 5.25

Source: FI, DJ, Reuters & various trade sources

### Updated 1/19/21

**March soybeans are seen in a \$13.25 and \$14.75 range (unchanged and down 25 cents)**

**March soymeal is seen in a \$410 and \$480 range (down \$10 & \$20)**

**March soybean oil is seen in a 41.00 and 43.50 cent range (down 1 & 2 cents, respectively)**

### Wheat

- US wheat started sharply higher on follow through buying after Russia said they will impose higher export duties than what they previously planned. Prices eventually traded lower after fund buying dried up, but longs returned to the market in part to spreading against soybeans and bottom picking from a weak USD. Chicago ended mixed with the front two month contracts lower. KC ended 0.75-1.25 cents higher and MN mixed with emphasis on bull spreading. Black Sea cash prices appreciated last

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week which was supportive for global prices. EU wheat traded at a 7-1/2 year high Monday into Tuesday morning, but EU March milling wheat settled unchanged at 235.75 euros (\$285.75) a ton. Some traders will be closely watching an import tender held by Algeria on Wednesday to see how prices are offered.

- USDA US all-wheat export inspections as of January 14, 2021 were 276,898 tons, within a range of trade expectations, below 281,087 tons previous week and compares to 516,808 tons year ago. Major countries included Indonesia for 107,861 tons, Mexico for 78,203 tons, and Japan for 27,406 tons.
- Funds on Monday sold an estimated net 3,000 Chicago wheat contracts.
- China's customs data showed China imported a record 8.38 million tons of wheat against a quota of 9.64 million tons.
- China sold 3.9 million tons of wheat form reserves, nearly all that was offered at auction at an average price of 2,504 yuan per ton.
- Russia wheat export prices rose \$23/ton last week to \$298/ton, according to IKAR.
- Ukraine wheat export prices rose \$3.00 per ton to \$284-\$293 fob Black Sea, according to APK-Inform.
- Ukraine grain exports are running 18 percent lower from last season at 27.2 million tons. Flour exports are down 56% so far this year.
- The European Union granted export licenses for 181,000 tons of soft wheat exports, bringing cumulative 2020-21 soft wheat export commitments to 13.991 MMT, well down from 16.733 million tons committed at this time last year, a 16 percent decrease. Imports are up 3 percent from year ago at 1.408 million tons.

## European Union Weekly Exports/Imports

<0#GRA-EU-STAT>	Season 2020-2021 (July - June)				Season 2019-2020			
	=====	01Jul20	- 17Jan21	==	==01Jul19	- 19Jan20		
	EXPORT	WEEK	IMPORT	WEEK	EXPORT	IMPORT		
		VAR		VAR			%VAR	%VAR
A.1 Soft wheat	13991	+181	1408	+24	16733	-16%	1368	+3%
A.2 Wheat flour (*)	231	+7	16	+1	317	-27%	15	+7%
B.1 Durum	149	+3	1678	+21	467	-68%	1183	+42%
B.2 Durum wheat meal	129	+1	1	+0	127	+2%	1	+0%
C. TOTAL A+B	14500	+192	3103	+46	17644	-18%	2567	+21%
D.1 Barley	3807	+2	79	+7	4288	-11%	494	-84%
D.2 Malt	1590	+62	4	+0	1466	+8%	11	-64%
E. Maize	1111	+2	9237	+302	2493	-55%	12524	-26%
F.1 Rye	117	+0	0	+0	165	-29%	3	
G. Oat	59	+1	2	+1	125	-53%	1	+100%
I. TOTAL D-H	6685	+67	9331	+310	8538	-22%	13070	-29%

Source: European Commission, Reuters, and FIE

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### Export Developments.

- Japan in a SBS auction passed on 80,000 tons of feed wheat and 100,000 tons of feed barley for arrival in Japan by March 18.
- The Philippines may have passed on 100,000 tons of feed wheat and 80,000 tons of barley. Feed wheat may have been offered at \$300/ton.
- Jordan bought 60,000 tons of feed barley at \$262/ton c&f for FH July shipment.
- Algeria seeks at least 50,000 tons of wheat for February 15-28 shipment on Wednesday.
- One offer was presented for Bangladesh for 50,000 tons of wheat. Going forward, Bangladesh plans to seek wheat from Ukraine after Russia planned to increase wheat export taxes. Russia has supplied about 200,000 tons, half of the planned export target to Bangladesh.
- Turkey moved their import tender for 400,000 tons back to January 22 for January 29-February 26 shipment.
- One trading house participating: Bangladesh seeks 50,000 tons of wheat January 18 for shipment within 40 days of contract signing.
- Japan seeks 72,653 tons of milling wheat later this week.

#### Japan food wheat import details are via Reuters as follows (in tons):

COUNTRY	TYPE	QUANTITY
U.S.	Western White	14,885 *
U.S.	Hard Red Winter(Semi Hard)	11,970 *
U.S.	Dark Northern Spring(14.0%)	24,698 *
Canada	Western Red Spring(protein minimum 13.5%)	21,100 *

Shipments: \*Loading between Feb 21 and Mar 20, 2021

Source: Japan AgM in, Reuters and FI

- Syria seeks 200,000 tons of wheat on Jan 18 for shipment within 60 days after contract signing.
- Jordan seeks 120,000 tons of milling wheat, optional origin, on Jan. 20. Possible shipment combinations are between June 1-15, June 16-30, July 1-15, July 16-31, Aug. 1-15 and Aug. 16-31.
- Turkey seeks 400,000 tons of milling wheat on Jan 19 for Jan through Feb 25 shipment.
- Bangladesh seeks 50,000 tons of wheat January 25 for shipment within 40 days of contract signing.

### Rice/Other

- Bangladesh seeks 60,000 tons of rice on January 20.
- Bangladesh seeks 50,000 tons of rice on Jan. 24.
- Bangladesh seeks 50,000 tons of rice on January 26.
- South Korea seeks 113,555 tons of US, Thailand, and China rice on Jan 21 for April 30 through July 31 arrival.
- Syria seeks 25,000 tons of rice on February 9.

Chicago Wheat			KC Wheat			MN Wheat Settle		
		Change			Change			Change
MAR1	673.25	(2.25)	MAR1	643.75	0.75	MAR1	643.50	0.25
MAY1	674.25	(2.25)	MAY1	646.75	0.75	MAY1	652.00	0.25
JUL1	659.00	1.25	JUL1	646.00	0.50	JUL1	657.25	1.25
SEP1	660.25	2.75	SEP1	648.75	0.25	SEP1	659.00	0.00
DEC1	666.00	3.75	DEC1	655.50	0.50	DEC1	660.75	(0.50)
MAR2	670.00	3.50	MAR2	657.25	1.25	MAR2	658.25	(1.50)
MAY2	660.50	1.75	MAY2	639.25	1.25	MAY2	645.00	(0.75)

Chicago Rice		Change						
MAR1	13.20	0.080	MAY1	13.37	0.095	JUL1	13.38	0.125

US Wheat Basis					
Gulf SRW Wheat		Gulf HRW Wheat		Chicago mill	+5 h unch
JAN	+115 / 125 h up8/up10	JAN	160 / h dn1	Toledo	-15 h dn15
FEB	+105 / 120 h unch/up5	FEB	161 / h unch	PNW US Soft White 10.5% protein	
MCH	+100 / 115 h unch/up3	MCH	161 / h unch	PNW Mar	710 unchanged
0-Jan		APR	158 / k unch	PNW Apr	710 unchanged
0-Jan		MAY	158 / k unch	PNW May	710 unchanged

Paris Wheat		Change	OI	OI Change	World Prices \$/ton		Change
MAR1	236.25	0.50	201,438	(25,763)	US SRW FOB	\$295.90	\$2.00
MAY1	232.00	0.50	124,067	(10,767)	US HRW FOB	\$300.50	\$2.40
SEP1	201.75	(1.25)	91,873	(5,698)	Rouen FOB 11%	\$291.93	\$4.25
DEC1	201.50	(1.25)	104,799	(3,048)	Russia FOB 12%	\$261.00	\$2.00
EUR	1.2126				Ukr. FOB feed (Odessa)	\$218.50	\$0.00
					Arg. Bread FOB 12%	\$254.26	\$0.00

Source: FI, DJ, Reuters & various trade sources

Updated 1/12/21

March Chicago wheat is seen in a \$6.35-\$7.15 range

March KC wheat is seen in a \$6.00-\$6.50 range

March MN wheat is seen in a \$6.00-\$6.55 range

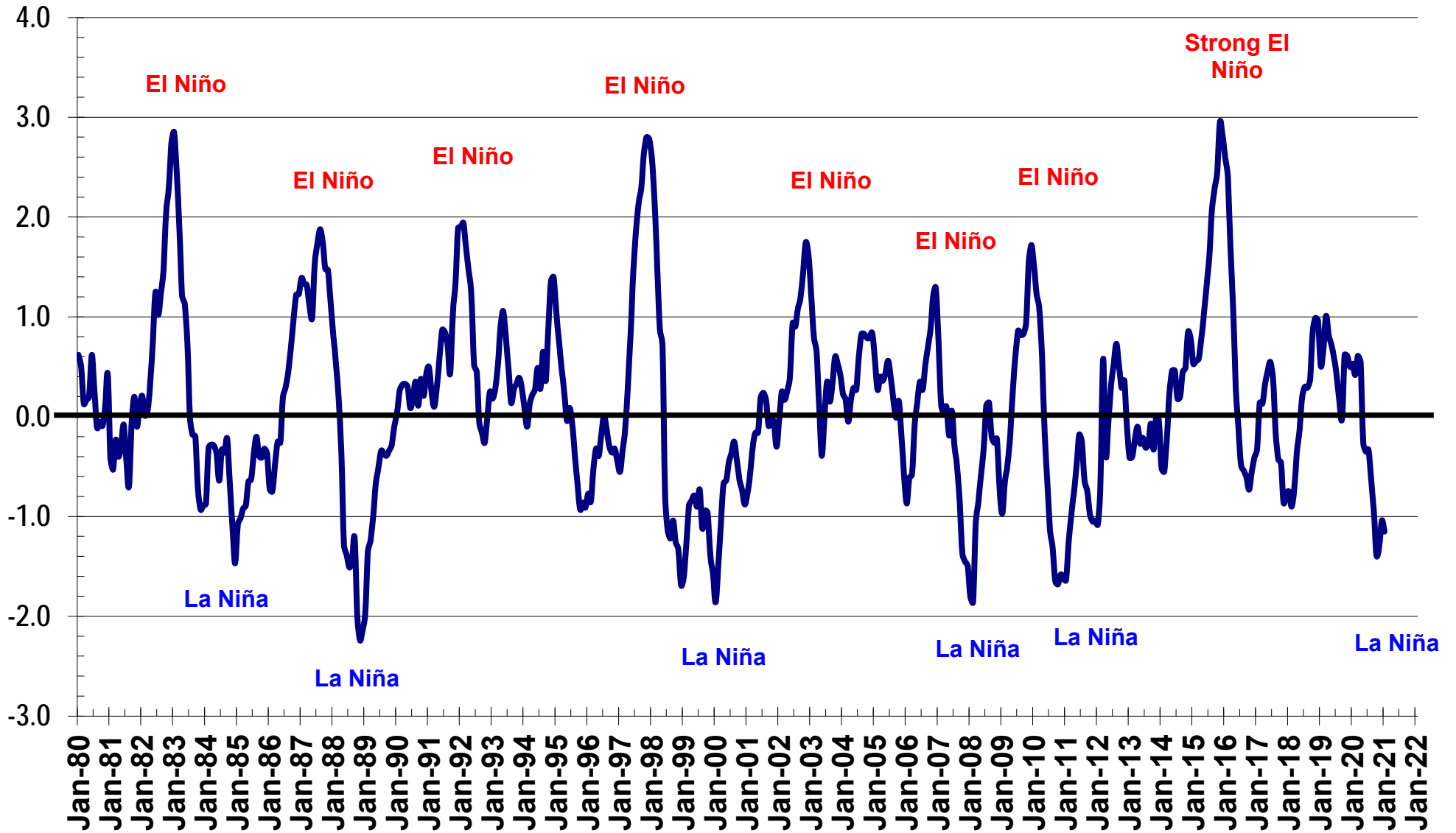
# U.S. CORN SUPPLY USAGE BALANCE

(September-August)(thousand acres)(million bushels)

	07/08	08/09	09/10	10/11	11/12	12/13	13/14	14/15	15/16	16/17	17/18	18/19	19/20	Current FI Proj. 20/21	USDA Jan 20/21	Current FI Proj. 21/22
<b>ACRES PLANTED</b>	93527	85982	86382	88192	91936	97291	95365	90597	88019	94004	90167	88871	89745	90819	90819	<b>92000</b>
<b>% HARVESTED</b>	92.5	91.4	92.0	92.4	91.2	89.8	91.7	91.8	91.7	92.3	91.8	91.5	90.6	90.8	90.8	<b>91.3</b>
<b>ACRES HARVEST</b>	86520	78570	79490	81446	83879	87365	87461	83146	80753	86748	82733	81276	81337	82467	82467	<b>83991</b>
<b>AVERAGE YIELD</b>	150.7	153.3	164.4	152.6	146.8	123.1	158.1	171.0	168.4	174.6	176.6	176.4	167.5	172.0	172.0	<b>176.0</b>
<b>CARRY-IN</b>	1304	1624	1673	1708	1128	989	821	1232	1731	1737	2293	2140	2221	1919	1919	<b>1506</b>
<b>PRODUCTION</b>	13038	12043	13067	12425	12314	10755	13831	14217	13602	15148	14609	14340	13620	14182	14182	<b>14782</b>
<b>IMPORTS</b>	20	14	8	28	29	160	36	32	68	57	36	28	42	35	25	<b>25</b>
<b>TOTAL SUPPLY</b>	14362	13681	14749	14161	13471	11904	14688	15481	15401	16942	16939	16509	15883	<b>16136</b>	<b>16127</b>	<b>16313</b>
<b>FOOD/IND</b>	1371	1294	1348	1384	1400	1372	1377	1366	1393	1424	1423	1386	1399	<b>1400</b>	<b>1395</b>	<b>1400</b>
<b>ETHANOL</b>	3049	3709	4591	5019	5000	4641	5124	5200	5224	5432	5605	5378	4852	<b>5000</b>	<b>4950</b>	<b>5300</b>
<b>SEED</b>	27	27	28	30	31	31	30	29	31	29	30	29	31	<b>31</b>	<b>30</b>	<b>31</b>
<b>F/S/I</b>	4447	5030	5966	6432	6431	6044	6531	6595	6647	6885	7057	6793	6282	<b>6431</b>	<b>6375</b>	<b>6731</b>
<b>FEED</b>	5853	5128	5096	4770	4512	4309	5004	5287	5118	5470	5304	5429	5903	<b>5600</b>	<b>5650</b>	<b>5700</b>
<b>EXPORTS</b>	2437	1849	1979	1831	1539	730	1921	1867	1899	2294	2438	2066	1778	<b>2600</b>	<b>2550</b>	<b>2300</b>
<b>TOTAL USAGE</b>	12737	12008	13041	13033	12482	11083	13456	13750	13664	14649	14798	14288	13963	<b>14631</b>	<b>14575</b>	<b>14731</b>
<b>CARRY-OUT</b>	1624	1673	1708	1128	989	821	1232	1731	1737	2293	2140	2221	1919	<b>1506</b>	<b>1552</b>	<b>1582</b>
<b>C.O. AS % USE</b>	12.8	13.9	13.1	8.7	7.9	7.4	9.2	12.6	12.7	15.7	14.5	15.5	13.7	<b>10.3</b>	<b>10.7</b>	<b>10.7</b>
<b>(DOLLARS/BUSHEL)</b>																
<b>LOAN RATE</b>	1.95	1.95	1.95	1.95	1.95	1.95	1.95	1.95	1.95	1.95	1.95	1.95	1.95			
<b>Seas.Ave.Nrby.Brd</b>	5.15	3.93	3.72	6.47	6.57	6.74	4.41	3.75	3.69	3.60	3.64			<b>4.65</b>		<b>4.50</b>
<b>Seas.Ave.Farm.Price</b>	4.20	4.06	3.55	5.18	6.22	6.89	4.46	3.70	3.61	3.36	3.36	3.61	3.56		<b>4.20</b>	
<b>Ethanol Pro. Gallons</b>	8301	10209	12519	10209	13765	12822	14103	14667	15194	15766				<b>x2.69</b>		<b>x2.61</b>
<b>Ethanol Yield</b>	2.72	2.75	2.73	2.03	2.75	2.76	2.75	2.82	2.91	2.90				<b>=12.50 Soy</b>		<b>=11.75 Soy</b>

Source: USDA & FI 2020 trend: 20-year 174.5

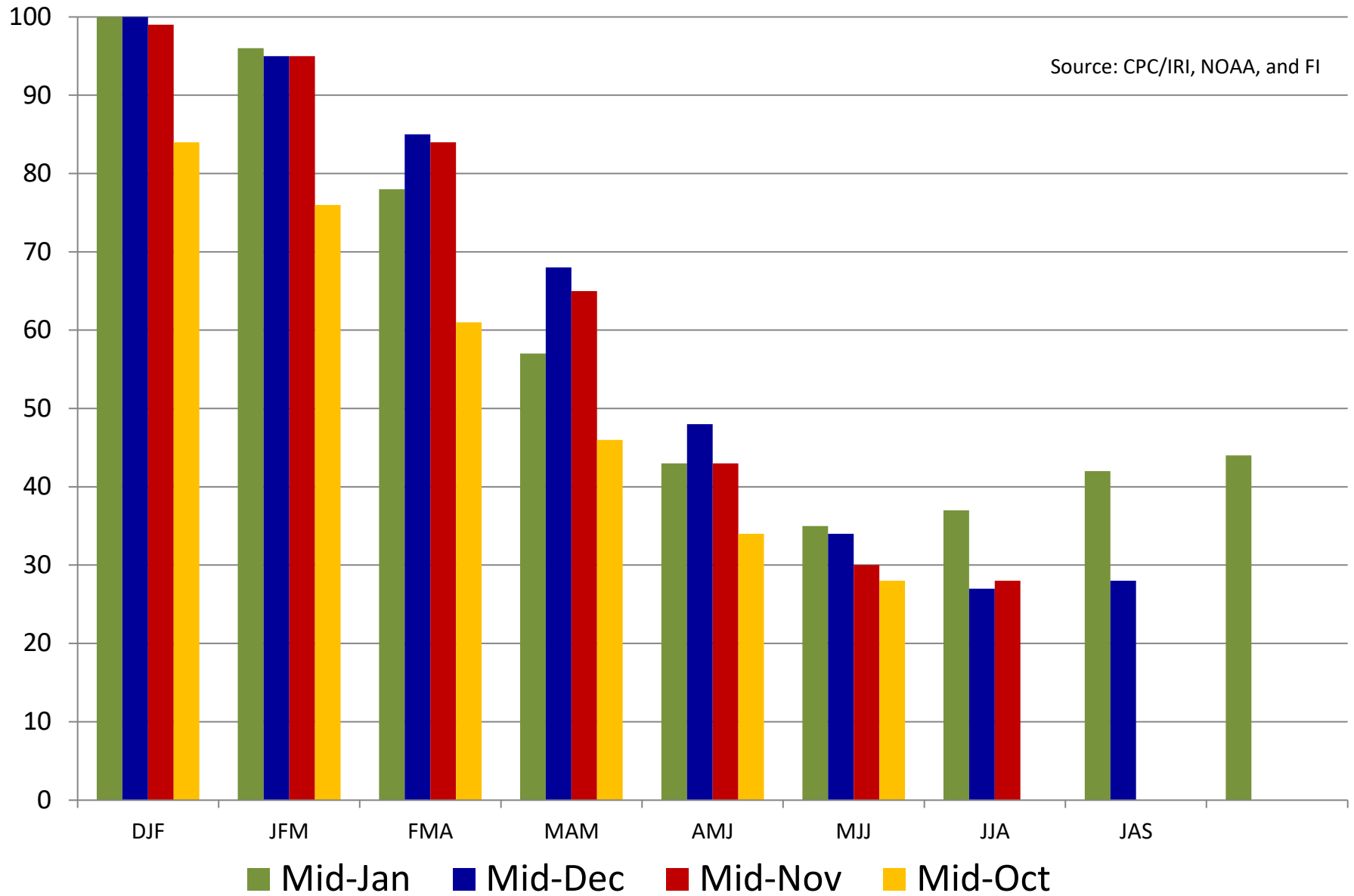
# Eastern Pacific Sea-Surface Temperature Anomalies 3.4 through Mid January



Source: NOAA, FI Current month partial-from weekly data

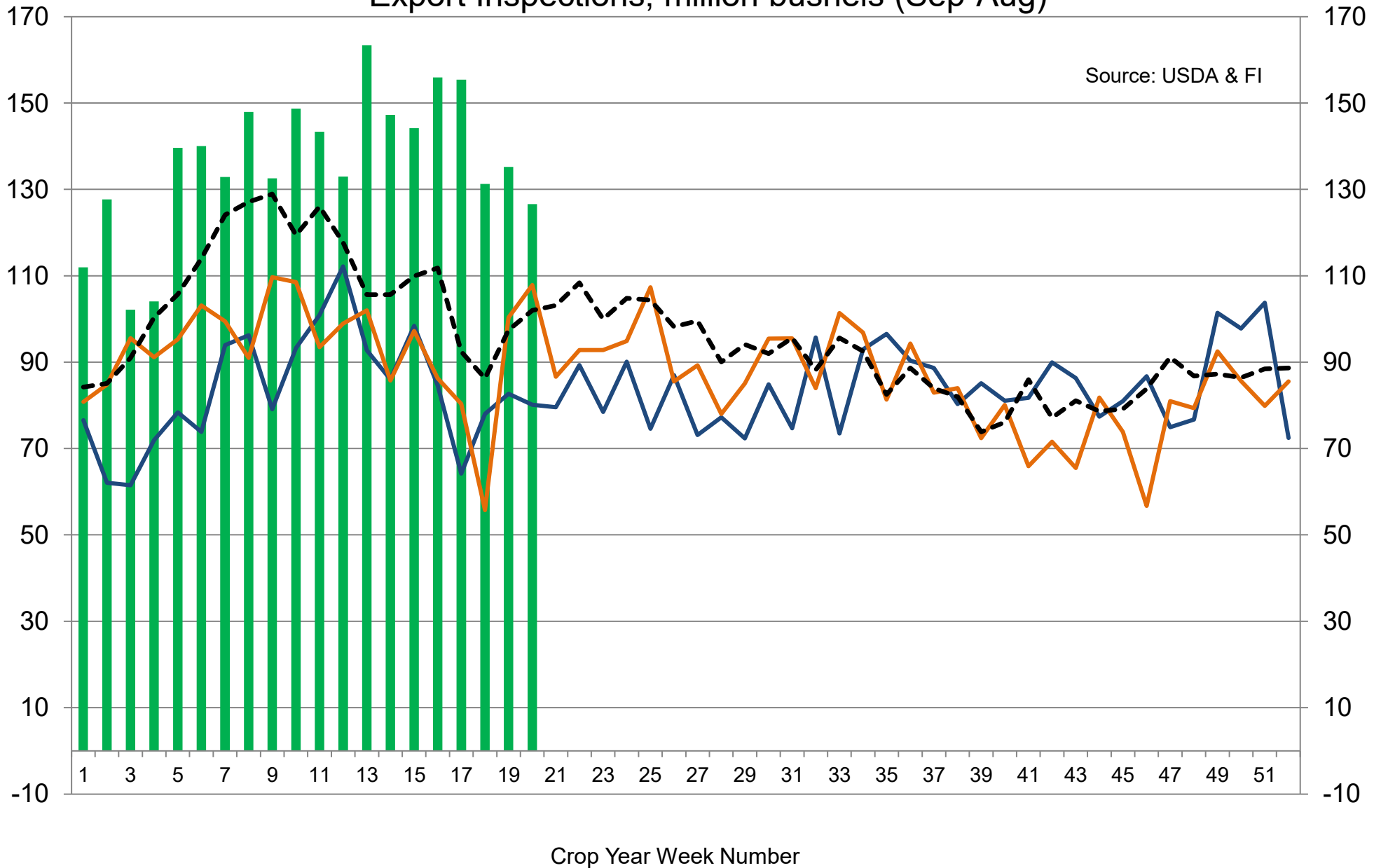
# La Nina % Probability

Source: CPC/IRI, NOAA, and FI





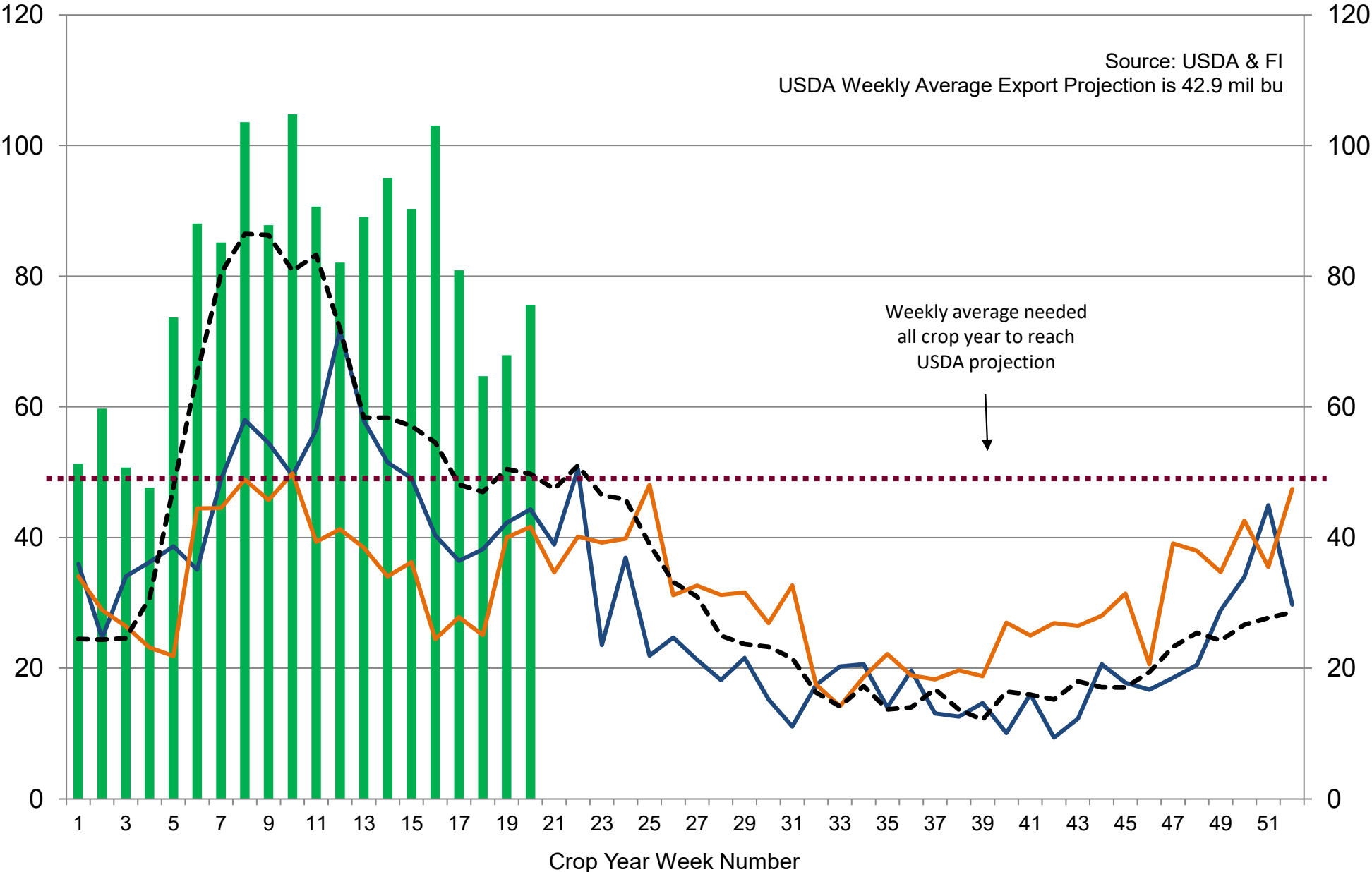
# US Weekly USDA Combined Wheat, Soybeans, Corn, and Sorghum Export Inspections, million bushels (Sep-Aug)



Source: USDA & FI

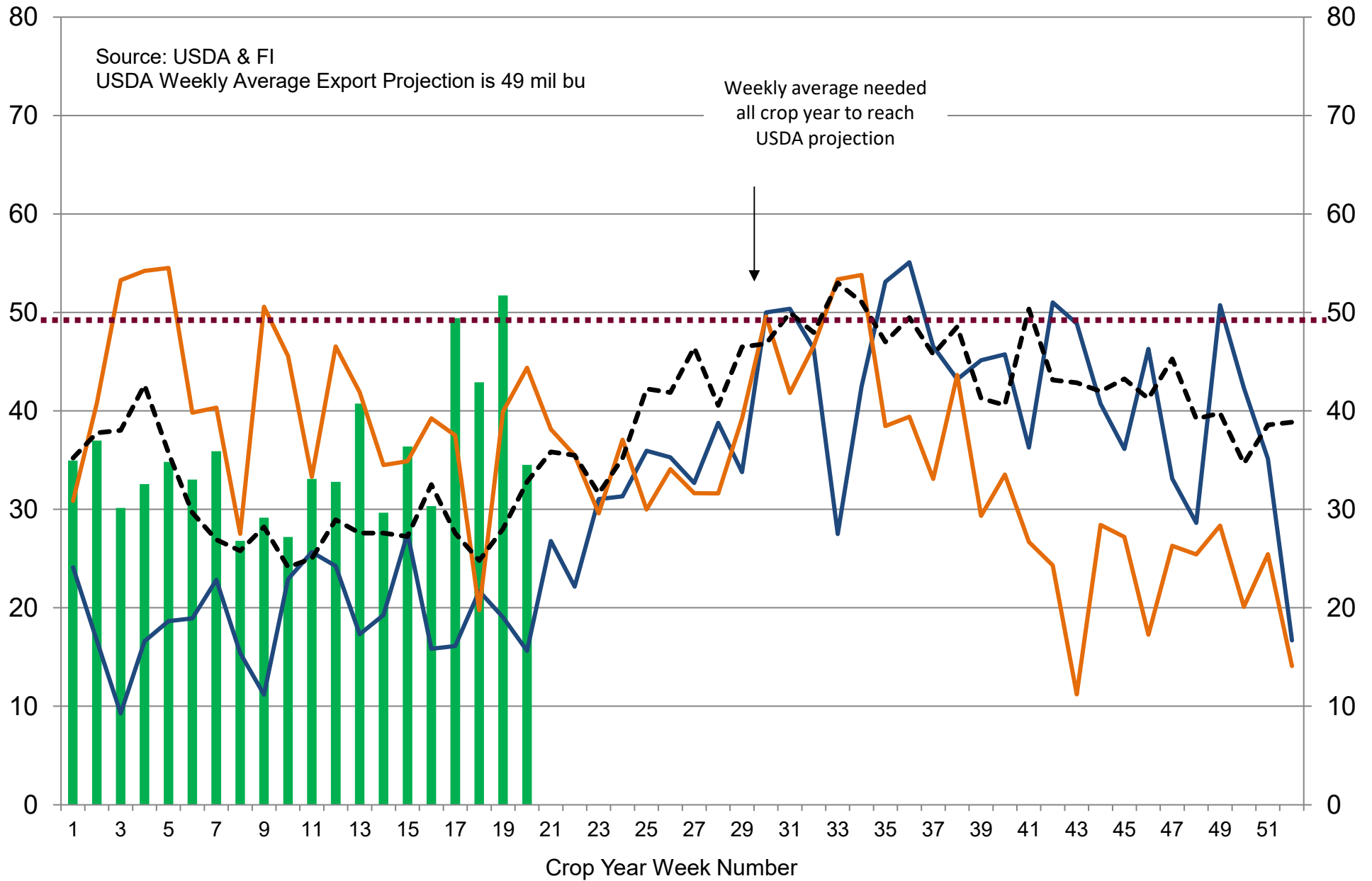
■ 2020-21   
 — 2019-20   
 — 2018-19   
 - - - 5-Year Average

# US Weekly USDA Soybean Export Inspections, million bushels



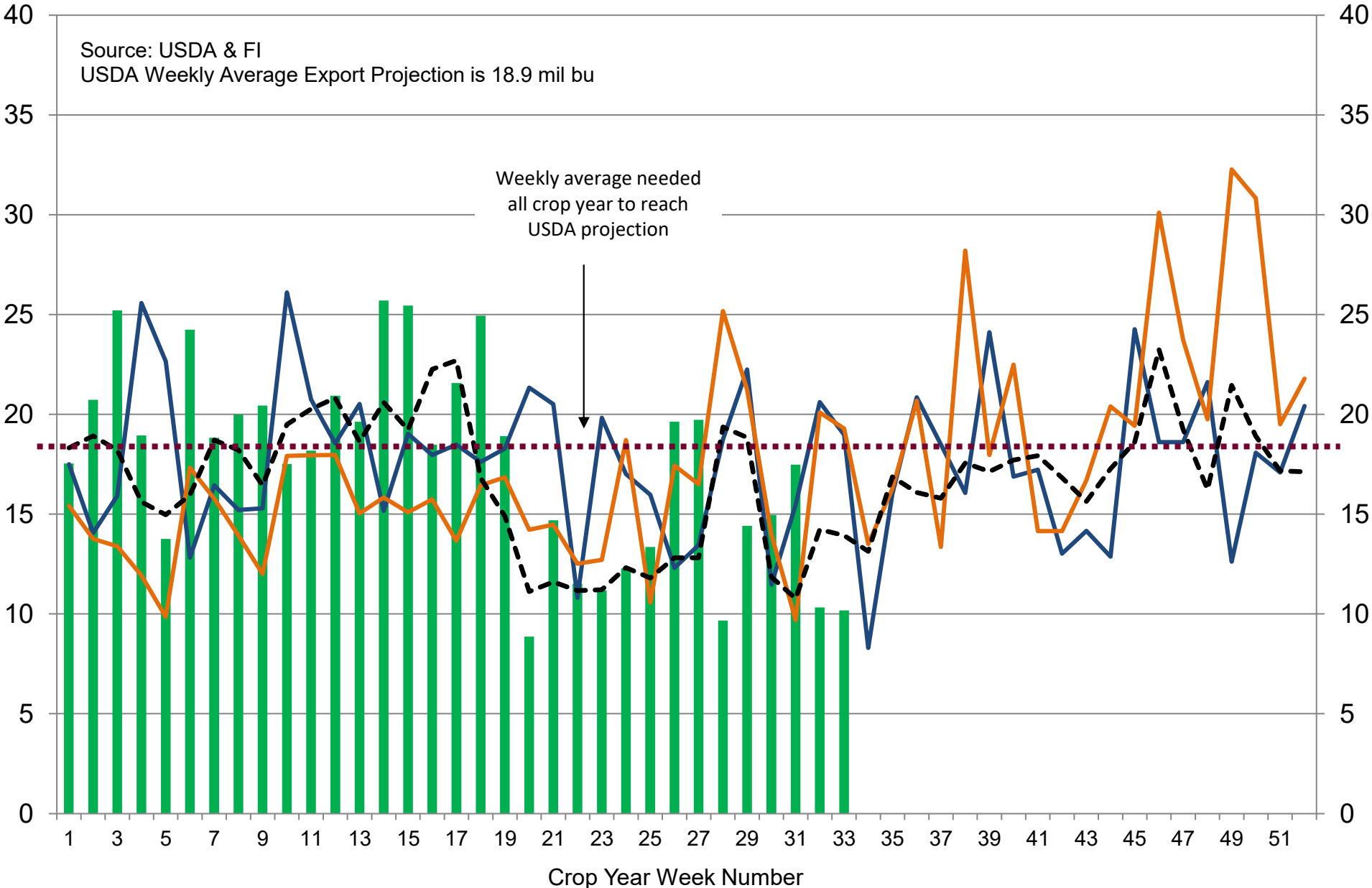
■ 2020-21   
 — 2019-20   
 — 2018-19   
 - - - 5-Year Average

# US Weekly USDA Corn Export Inspections, million bushels



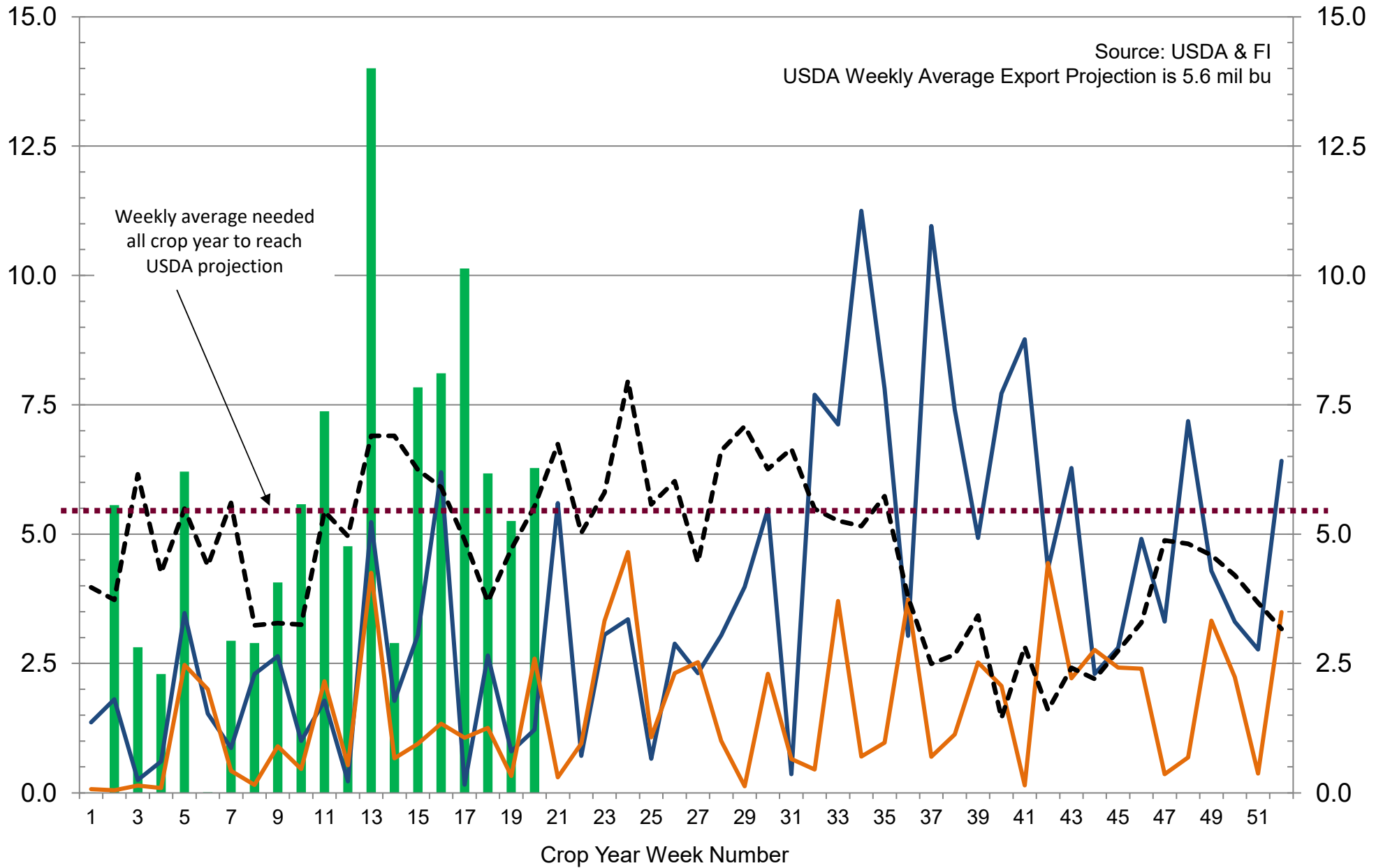
■ 2020-21   
 — 2019-20   
 — 2018-19   
 - - - 5-Year Average

# US Weekly USDA All-Wheat Export Inspections, million bushels



■ 2020-21   
 — 2019-20   
 — 2018-19   
 - - - 5-Year Average

# US Weekly USDA Sorghum Export Inspections, million bushels



■ 2020-21    — 2019-20    — 2018-19    --- 5-Year Average

## Traditional Daily Estimate of Funds 1/12/21

	(Neg)-"Short"	Pos-"Long"			
Actual less Est.	(36.0)	(54.7)	(11.5)	(26.0)	(16.8)
	<b>Corn</b>	<b>Bean</b>	<b>Chi. Wheat</b>	<b>Meal</b>	<b>Oil</b>
Act.	542.1	230.9	30.8	113.7	119.4
13-Jan	20.0	(8.0)	(5.0)	(6.0)	(3.0)
14-Jan	30.0	18.0	9.0	7.0	7.0
15-Jan	(10.0)	(12.0)	2.0	(1.0)	(12.0)
18-Jan					
19-Jan	(25.0)	(20.0)	(3.0)	(5.0)	(1.0)
<b>FI Est. of Futures Only 1/12/21</b>	<b>557.1</b>	<b>208.9</b>	<b>33.8</b>	<b>108.7</b>	<b>110.4</b>
<b>FI Est. Futures &amp; Options</b>	<b>572.6</b>	<b>201.9</b>	<b>37.7</b>	<b>103.1</b>	<b>104.8</b>
Futures only record long "Traditional Funds"	542.1 1/12/2021	280.9 11/10/2020	86.5 8/7/2018	167.5 5/1/2018	160.2 11/1/2016
Futures only record short	(235.0) 6/9/2020	(118.3) 4/30/2019	(130.0) 4/25/2017	(49.5) 3/1/2016	(69.8) 9/18/2018
Futures and options record net long	557.6 1/12/2021	270.9 10/6/2020	64.8 8/7/2012	132.1 5/1/2018	159.2 1/1/2016
Futures and options record net short	(270.6) 4/26/2019	(132.0) 4/30/2019	(143.3) 4/25/2017	(64.1) 3/1/2016	(77.8) 9/18/2018

## Managed Money Daily Estimate of Funds 1/12/21

	Corn	Bean	Chi. Wheat	Meal	Oil
Latest CFTC Fut. Only	360.2	150.5	11.4	8.3	90.8
Latest CFTC F&O	374.7	166.5	17.0	84.4	93.5
FI Est. Managed Fut. Only	375	129	14	3	82
FI Est. Managed Money F&O	390	144	20	79	85

## Index Funds Latest Positions (as of last Tuesday)

Index Futures & Options	399.3	159.4	137.5	NA	123.2
Change From Previous Week	(9.8)	(6.8)	0.5	NA	0.3

Source: Reuters, CFTC & FI (FI est. are noted with latest date)



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