

CHICAGO BOARD OF TRADE

Market Commentary

Highlights:

- CBOT soybean down marginally in week
- CBOT soyoil rises among soy complex
- CBOT corn falls for third weekly losses
- CBOT wheat begins the first weekly fall

CBOT Soybean

CBOT March Soybean futures dropped marginally last week for its second straight weekly decline.

Hopes are on this week's U.S.-China trade negotiations that will bring some progress to prevent an escalation with even higher U.S. import taxes with effect of March 1.

The USDA inspections pointed to soybean exports of only 4.4 Mn T in Jan 2019 vs. 5.77 Mn T a year and 7.02 Mn T two years ago.

In the week to Jan 31, 976 Thd T were cleared for export, one quarter less than a year ago and with 0.41 Mn T to China.

CBOT March Soyoil futures was up 3.2 percent in the week ending 8 February, an increase of soya oil yield at 1.4 percent on the year to a multi-year high of 19.33 percent in Oct/Nov.

While world production of soya oil will probably only stagnate in Oct/Sep 2018/19.

According to the latest Oil World Report, the share of soya oil in total biodiesel input increased to 54.9 percent in Jan/Nov 2018 despite of the attractively-priced corn oil that became the second largest biodiesel feedstock in U.S. last year.

CBOT Corn

CBOT March Corn futures fell about 1.1 percent last week, marking the third straight weekly drop.

While the corn prices may have been pressured due to Brazil is preparing to plant a large second crop of corn arising from the improving weather.

Based on USDA data, U.S. corn crop harvested last fall was cut to 14.420 billion bushels based on a yield of 176.4 bushels per acre, compared with the government's previous estimate of 14.626 billion bushels on a yield of 178.9 bushels per acre.

CBOT Wheat

Chicago Board of Trade wheat futures was down 1.3 percent for the week ending 8 February, posting the first weekly decline in three weeks.

Wheat prices were supported by improving U.S. export prospects as supplies in top wheat exporter Russia have thinned.

Based on the data released from USDA, wheat stocks were 1.999 billion bushels, up from the year-earlier figure of 1.873 billion bushels, lower than expected 1.957 billion bushels.

Our View of the Week:

SOYBEAN	Consolidation
SOYOIL	Mildly Bullish
CORN	Mildly Bearish
WHEAT	Mildly Bearish

11 Feb 2019

Key Price Changes

Chicago Board of Trade (CBOT)					
Contract	Last	Wkly Chg	%	High	Low
Soybean	914.50	-3.25	-0.004	923.75	908.00
Soyoil	31.19	0.98	0.032	31.32	29.96
Corn	374.25	-4.00	-0.011	381.75	374.00
Wheat	517.25	-7.00	-0.013	531.25	512.50

Global Grains Market					
Contract	Last	Wkly Chg	%	High	Low
DCE No. 1 Soybeans	3,440.00	0.00	0.00	3475.00	3418.00
DCE Crude Soyoil	5,726.00	0.00	0.00	5752.00	5702.00
FCPO	2,290.00	-9.00	0.00	2344.00	2283.00
WTI Crude	52.72	-2.54	-0.05	55.75	51.80
Rapeseed Oil	372.00	-0.25	0.00	373.50	370.00

Currencies					
Indexes	Last	Wkly Chg	%	High	Low
US Dollar Index	96.637	1.058	0.01	96.693	95.574
USDBRL	3.730	0.071	0.02	3.749	3.653
USDARS	37.842	0.682	0.02	38.070	36.910
USDCNY	6.745	0.000	0.00	6.745	6.744

Upcoming USDA Report

Date Time	Event		Actual	Prior	Revised
02/12/2019 00:00	Export Inspections - Wheat	Feb-07	--	440.03	--
02/12/2019 00:00	Export Inspections - Soybeans	Feb-07	--	975.78	--
02/12/2019 00:00	Export Inspections - Corn	Feb-07	--	901.21	--
02/14/2019 21:30	Net Export Sales Corn-Total	Jan-03	--	503.1	--
02/14/2019 21:30	Net Export Sales Corn-Old Crop	Jan-03	--	503.1	--
02/14/2019 21:30	Net Export Sales Soybeans-Total	Jan-03	--	1056.8	--
02/14/2019 21:30	Net Export Sales Soybeans-Old	Jan-03	--	1051.5	--
02/14/2019 21:30	Net Export Sales Wheat-Total	Jan-03	--	593	--
02/14/2019 21:30	Net Export Sales Wheat-Old	Jan-03	--	593	--
02/14/2019 21:30	Net Export Sales Soy Meal-Total	Jan-03	--	40.3	--
02/14/2019 21:30	Net Export Sales Soy Oil-Total	Jan-03	--	16	--
02/14/2019	Soybean Imports Volume Tons	Jan	--	5.72m	--

Source: Bloomberg

Charts for CBOT Soy Complex



Spread Chart for CBOT Soybean and CBOT Corn



CBOT Soybean March 2019 Active Month



CBOT Soyoil May 2019 Active Month



CBOT Corn March 2019 Active Month



CBOT Wheat March 2019 Active Month



Source : Bloomberg

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