Grain and Oilseed Markets

For the week ending Friday, 17-Jan-14

Grain and Related Prices					Oilseeds & Other Prices				17-Jan-14
Commodity	Month	This week	Last week	Year ago	Commodity	Month	This week	Last week	Year ago
SRW Wheat	Mar	207.05	209.07	290.73	Soybeans	Mar	483.72	469.76	525.15
HRW Wheat	Mar	229.01	230.02	310.02	Soya Meal	Mar	394.16	375.20	456.81
HRS Wheat	Mar	226.99	228.00	320.77	Soya Oil	Mar	832.05	842.86	1,139.39
CWRS Wheat	Spot	162.31	153.59	n/a	Canola	Mar	423.10	429.80	598.40
CPS Wheat	Spot	134.94	139.25	n/a	Crude Oil(WTI)	Mar	94.42	92.97	95.87
Corn	Mar	166.92	170.37	267.31	Dollar Index	Mar	81.38	80.71	80.12
Ethanol	Mar	47.82	49.59	63.14	DJIA	Mar	16,400	16,332	13,562
Oats	Mar	259.04	250.61	228.41					
Data points in rec	are previo	us 12-month hi	ghs, in <mark>blue</mark>	are previous 1	2-month lows				
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For price specs. go to: <u>www.open-i.ca/PriceSpec.htm</u>

COMMENT: US corn prices continue to be

plagued by Chinese GM related rejections but last week's export sales report was viewed as supportive. Ethanol prospects, however, are softer with a decline in US gasoline sales. Argentinean wheat export licenses were lower than expected suggesting that US and/or Canada might benefit through sales to Brazil. Soybeans were higher on the continued support of export sales data. South American prospects are favourable even if southern Argentina is reported to be dry.

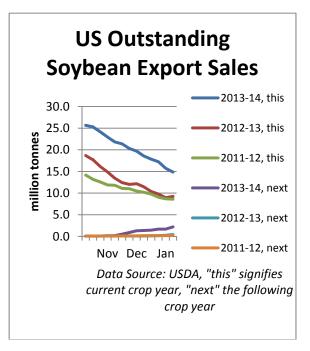
NEWS: The CGC weekly data for bulk

shipments indicates exports for the crop year to Jan. 12 are up 16 percent, domestic disappearance (including processing for export) up 11 percent and farmers deliveries up 2 percent, from a year ago. Since the beginning of October, however, exports have been up 20 percent, domestic disappearance up 44 percent and farmer deliveries up 4 percent. The USDA's export sales for the week ending Jan 9, the first full week since the Christmas holiday were 402K, 821K and 1,226K tonnes, respectively, for wheat, corn and soybeans. Of the soybean sales 525K tonnes were for the 2014-15 crop year. The range of trade sales expectations were quite wide, 350 to 600K for wheat, 300 to 550K for corn, 750K to 1,050K for soybeans, suggesting it was a positive report for corn and soybeans but more neutral for wheat.

OPINION: US soybean sales continue to surprise with China still dominating as the main

destination. For old crop supplies the concern is that exports plus seasonally falling commitments - outstanding sales, may be at a level exceeding the USDA's crop year projections and suggest a very tight ending stocks situation. Further outstanding sales for the 2014-15 crop year at 2.2M tonnes are well above levels of the last two years. And this very positive news for oilseed markets is unfolding as another record South American is in prospect. Not surprisingly soybeans have avoided the long slump in prices suffered by the grains.

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