



Crop Market Summary

Week ending Jun 12, 2020

| Crop and Related Prices, Can or US\$/tonne, US\$/l ethanol | | | | | Oilseeds & Other Prices, Can or US\$/tonne or index | | | | | 12-Jun-20 |
|--|-------|-----------|-----------|----------|---|-------|-----------|-----------|----------|-----------|
| Commodity | Month | This week | Last week | Year ago | Commodity | Month | This week | Last week | Year ago | |
| SRW Wheat | July | 184.45 | 189.28 | 197.87 | Soybeans | July | 320.13 | 319.40 | 329.50 | |
| HRW Wheat | July | 164.70 | 169.57 | 174.99 | Soya Meal | July | 262.17 | 262.44 | 293.46 | |
| HRS Wheat | July | 188.59 | 191.80 | 206.96 | Soya Oil | July | 606.29 | 623.05 | 608.72 | |
| CWRS Wheat | Spot | 238.36 | 244.37 | 255.76 | Canola | July | 469.40 | 465.40 | 454.90 | |
| CPS Wheat | Spot | 204.22 | 215.03 | 219.72 | Crude Oil(WTI) | July | 36.56 | 39.46 | 52.52 | |
| Corn | July | 129.91 | 130.75 | 178.34 | Dollar Index | Jun | 97.33 | 96.93 | 97.05 | |
| Ethanol | July | 31.49 | 29.67 | 42.64 | S&P 500 | cash | 3,041 | 3,169 | 2,887 | |
| Oats | July | 205.55 | 214.79 | 196.31 | Canola, new crop | Nov | 473.00 | 471.40 | 498.00 | |
| Data in red are 12-month highs, blue are 12-month lows, green revised | | | | | Wheat SRW, new crop | Dec | 189.87 | 196.69 | 206.04 | |
| For price specs. go to: www.open-i.ca/PriceSpec.htm | | | | | Corn, new crop | Dec | 135.03 | 136.21 | 158.65 | |

COMMENT: US wheat prices were pressured by the advancing winter wheat harvest and the USDA production estimate which was above pre report expectations but was supported by continuing reports of dry weather in Europe reducing winter wheat yield expectation. US corn price continued to be pressured by the relatively favourable conditions for the early development of their crop although the USDA supply and demand estimates were slightly bullish in the context of global output projections being slightly lower while a small increase had been expected. A rather negative ethanol outlook is beginning to look slightly less so. Soybean prospects are improving with continued daily reports of sales to China and weekly export sales data above pre-report expectations. Canola future trade volume has been unusually large this week possibly reflecting still uncertain Canadian market prospects.

NEWS: This week's Prairie provincial crop reports indicate that seeding is almost complete with generally favourable soil moisture. USDA's June 7 crop progress reports indicates spring planting is close to complete. The USDA forecasted **US winter wheat production**, as of June 1, at 34.4 mmt, 1% above the May estimate, 3% below the estimate for 2019, and slightly above the range of pre report expectations. Average yield was 2.5 % below 2019 and harvested area only slightly lower. Hard red wheat output was up 1% and soft red wheat down slightly from their respective May estimates. The USDA's June revisions to its Supply and Demand data include slightly higher estimate for **US wheat** supplies but with use forecasts unchanged ending stocks were raised by less than 2 percent, at the lowest level in 6 years. The **global wheat** supplies were raised by nearly 1 percent, due mainly to larger crop expectations for India and Australia. With use lowered fractionally ending stocks forecasts were raised by 3% at a record level. China is expected to hold 51 % of those stocks and India 10%. Adjustments to its June **US corn** data for 2020-21 were limited

to a small reduction in ethanol use resulting a small increase in the ending stock forecast which now stands 58% above beginning stocks. This month's **global coarse grain outlook** is for larger production, increased use and lower stocks relative to last month.

This month's USDA 2020-21 outlook for **US soybean** is for higher beginning stocks, higher crush and slightly lower ending stocks, which are forecast to be a third lower than beginning stocks. The June revisions to the **global oilseed** forecast for 2020-21 is for slightly higher production and lower ending stocks with China's share of those stocks increasing.

OPINION: In contrast to a year ago US spring crops have been planted on time and in reasonable condition. Prairie crops have again been seeded in reasonable condition with agricultural year moisture to date above average in all but brown and yellow on map. Canadian crops may therefore be subject to more robust market competition than in 2019.



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