

USDA Grain Supply/Demand Summary



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October-09

	<u>U.S. Corn Supply/Demand (mb)</u>				<u>World Corn Supply/Demand (mmt)</u>			
	Oct USDA <u>07/08</u>	Oct USDA <u>08/09</u>	Sept USDA <u>09/10</u>	Oct USDA <u>09/10</u>	Oct USDA <u>07/08</u>	Oct USDA <u>08/09</u>	Sept USDA <u>09/10</u>	Oct USDA <u>09/10</u>
Planted	93.5	86.0	87.0	86.4				
Harvested	86.5	78.6	80.0	79.3				
Yield	150.7	153.9	161.9	164.2				
Carryin	1304	1624	1695	1674	109.12	130.27	144.69	146.84
Production	13038	12101	12954	13018	791.87	791.28	794.06	792.54
Supply	14362	13739	14660	14702	900.99	921.55	938.75	939.38
Feed	5913	5231	5350	5400	496.38	477.06	485.99	488.91
Exports	2437	1858	2200	2150				
Ethanol	3049	3700	4200	4200				
Other Ind	1338	1276	1275	1280				
Demand	12737	12065	13025	13030	770.72	774.72	799.62	803.14
Carryout	1624	1674	1635	1672	130.27	146.83	139.13	136.24
CO/Use	0.128	0.139	0.126	0.128	0.169	0.190	0.174	0.170
Price range	\$4.20	\$4.06	\$3.05	\$3.05				
			\$3.65	\$3.65				
					China Production: 09/10			155; -5.0
					BRZ Production: 09/10			52.0; unch

	<u>U.S. Soybean Supply/Demand (mb)</u>				<u>World Soybean Supply/Demand (mmt)</u>			
	Oct USDA <u>07/08</u>	Oct USDA <u>08/09</u>	Sept USDA <u>09/10</u>	Oct USDA <u>09/10</u>	Oct USDA <u>07/08</u>	Oct USDA <u>08/09</u>	Sept USDA <u>09/10</u>	Oct USDA <u>09/10</u>
Planted	64.7	75.7	77.7	77.5				
Harvested	64.1	74.7	76.8	76.6				
Yield	41.7	39.7	42.3	42.4				
Carryin	574	205	110	138	62.89	52.91	40.22	42.05
Production	2677	2967	3245	3250	221.13	210.64	243.94	246.07
Supply	3261	3187	3366	3398	284.02	263.55	284.16	288.12
Crush	1803	1662	1690	1690	201.93	191.98	201.01	201.02
Exports	1159	1280	1280	1305				
Seed	93	95	94	94				
Residual	0	11	81	79				
Demand	3055	3049	3145	3168	229.75	219.80	231.63	231.62
Carryout	205	138	220	230	52.91	42.05	50.53	54.79
CO/Use	0.067	0.045	0.070	0.073	0.230	0.191	0.218	0.237
Price range	\$10.10	\$9.97	\$8.10	\$8.00				
			\$10.10	\$10.00				
					Brazil Production: 09/10			62.0; unch
					Argentina Production: 09/10			52.5; +1.5

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October-09

	U.S. Wheat Supply/Demand (mb)				World Wheat Supply/Demand (mmt)			
	Oct USDA 07/08	Oct USDA 08/09	Sept USDA 09/10	Oct USDA 09/10	Oct USDA 07/08	Oct USDA 08/09	Sept USDA 09/10	Oct USDA 09/10
Planted	60.5	63.2	59.8	59.1				
Harvested	51.0	55.7	50.4	50.1				
Yield	40.2	44.9	43.3	44.4				
Carryin	456	306	667	657	127.61	122.12	168.99	166.76
Production	2051	2499	2184	2220	610.99	682.32	663.72	668.12
Supply	2620	2932	2961	2987	738.60	804.44	832.71	834.88
Food	948	925	955	955				
Exports	1263	1015	950	900				
Seed	88	75	78	78				
Feed/Res	15	260	235	190				
Demand	2314	2275	2218	2123	616.48	637.68	646.10	648.15
Carryout	306	657	743	864	122.12	166.76	186.61	186.73
CO/Use	0.132	0.289	0.335	0.407	0.198	0.262	0.289	0.288
Price range	\$6.48	\$6.78	\$4.70 \$5.70	\$4.55 \$5.15	AUS Production: 09/10 ARG Production: 09/10		23.5; +0.5 8.0; unch	

Summary: mixed signals - yields increase but acreage down

Corn: old crop carryout down 21 million bushels, as ethanol usage rises by 25 mbu. New crop yield up a strong 2.3 bpa, but acreage losses (down 600-700k) mean production only rises by 64 mbu. Usage changes even out with feed up 50 mbu, exports down 50 mbu. Carryout up 37 mbu to 1672 mbu, shade lower than expectations. World stocks down 3 MMT as 5 MMT China production loss offsets increases in U.S., E.U.

Beans: old crop carryout rises 28 mbu on previous production/residual adjustments on Sept 30; new crop yields only up 0.1 bpa, acreage drops around 200k, thus production only up 5 mbu. Exports rise 25 mbu. Altogether, carryout up only 10 mbu, well below expectations. World stocks up 4.25 MMT on increased carryin, ARG crop increase.

Wheat: old crop stocks lose 10 mbu on usage increase; new crop acreage also down (planted 700k, harvested 300k), offsetting 1.1 bpa yield increase. Production rises just 36 mbu. Usage way down (exports -50 mbu, feed/res -45 mbu), meaning carryout increases a significant 121 mbu, well above expectations. World stocks basically unchanged, as 4.4 MMT prod. rise (U.S., E.U., AUS, CAN) is offset by lower beginning stocks/higher usage.

Opening Calls

Corn down 4-6 cents, beans & wheat down 3-5 cents, probably as much on profit-taking as USDA numbers