



# Global Grains Situation

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01

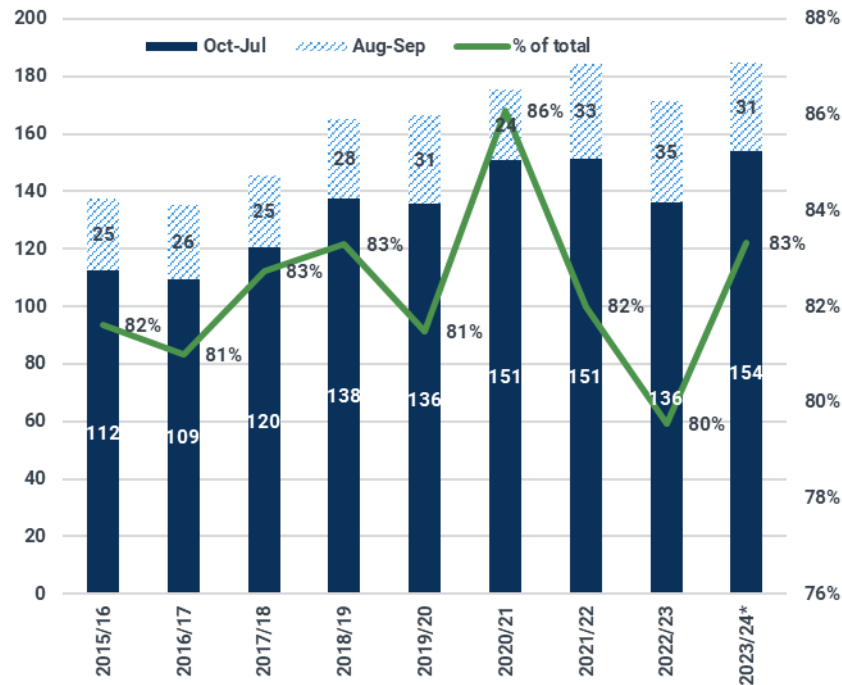
Corn



# Corn exports 18 Mt ahead of last year

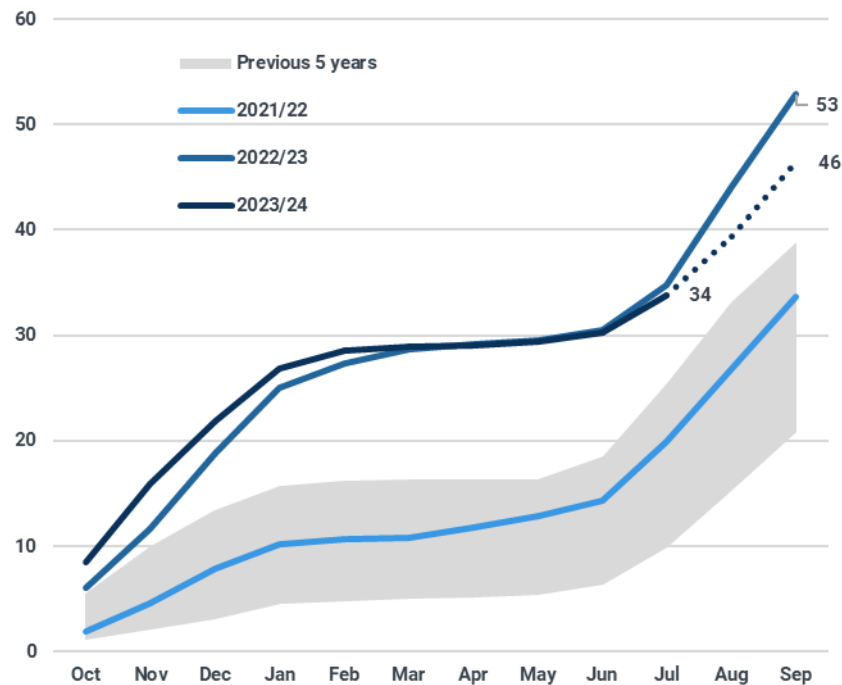
Brazil Aug-Sep exports expected lower y/y

## Corn exports year-to-date (Mt)



Source: Kpler Insight

## Brazil cumulative exports (Mt)



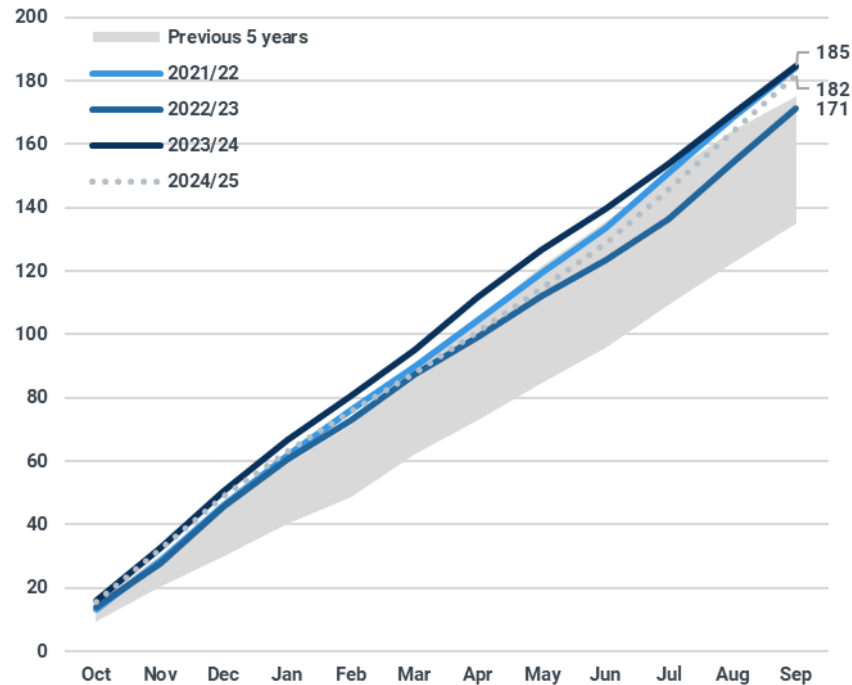
Source: Kpler Insight

# 2024/25 projections

Higher US, lower Ukraine production; US exports sharply up y/y

- Production changes (m/m)
  - Ukraine: 24.5 Mt, -5.5 Mt
  - US: 15.1 bn bushels/ 385 Mt, +8 Mt
- Black Sea exports lower
  - Ukraine at 20 Mt, -10 Mt y/y
  - Russia at 5.5 Mt, -1 Mt y/y
  - Expect higher Iran imports from Brazil
- Higher supplies a reality, what next?

Corn trade (Mt)



Source: Kpler Insight



02

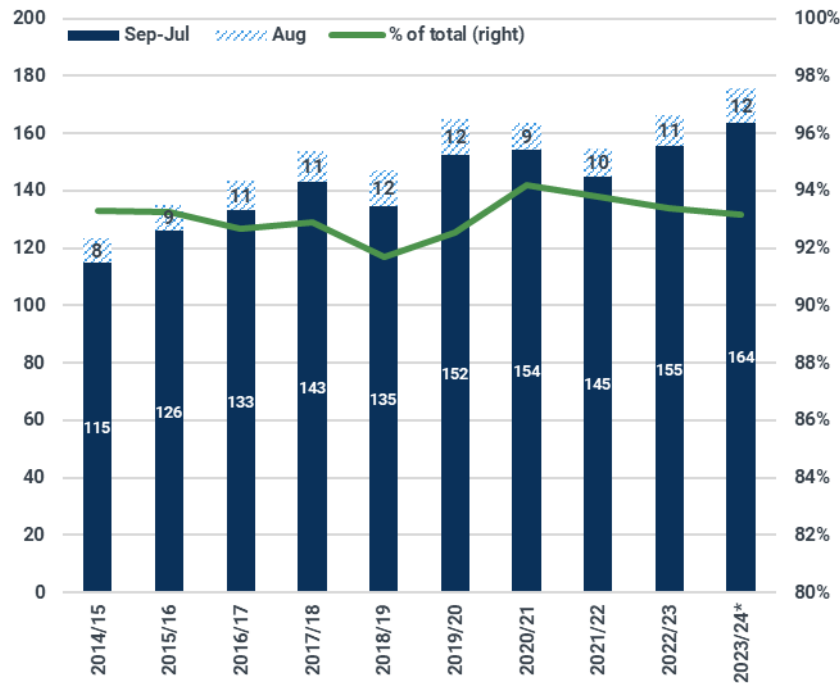
# Soybean



# Soybean trade up 9 Mt y/y

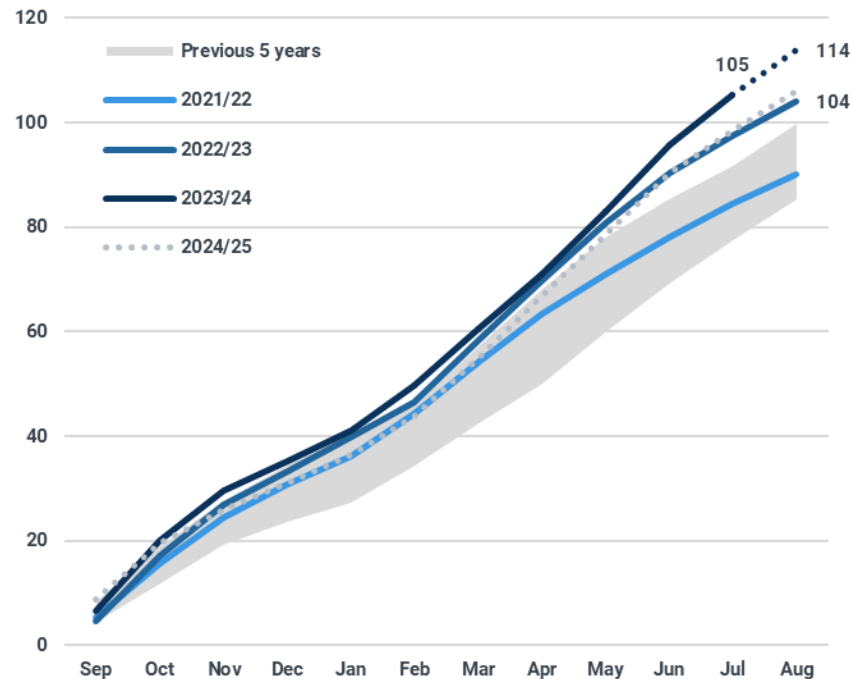
China buying aggressively from South America

## Soybean trade (Mt)



Source: Kpler Insight

## Exports to China (Mt)



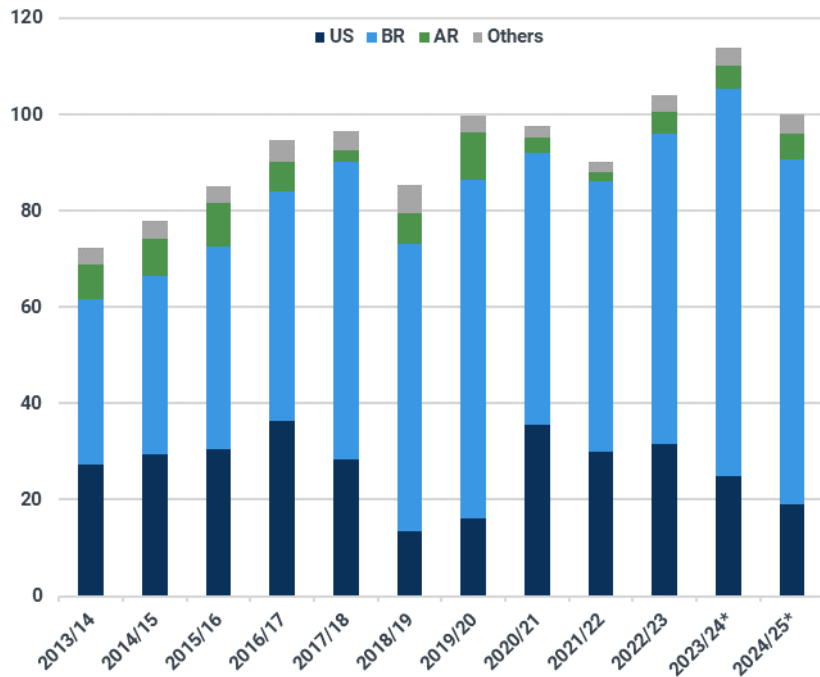
Source: Kpler Insight

# Scenarios

US ending stocks could go much higher than USDA's current 560 mbu

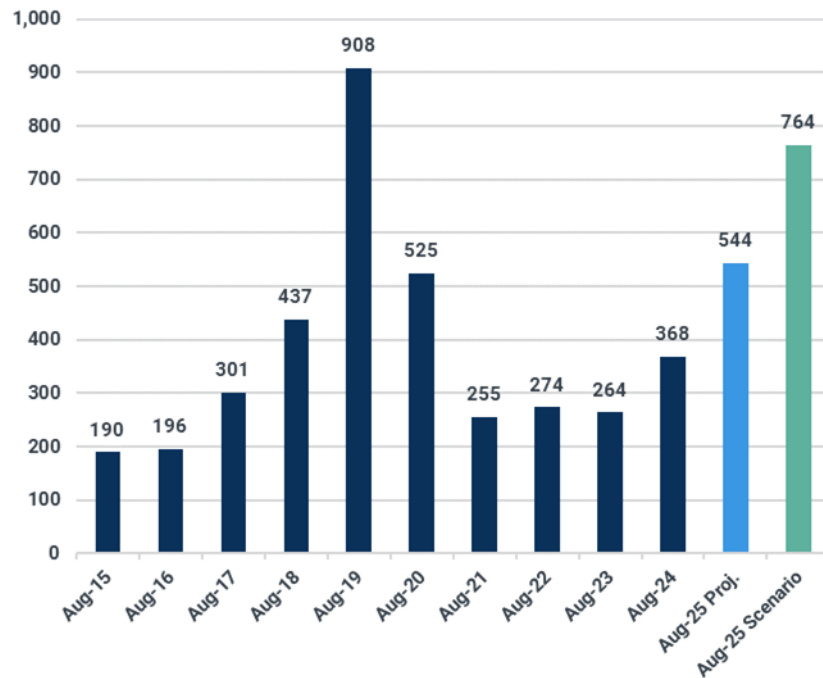
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## Exports to China (Mt)



Source: Kpler Insight

## US ending stocks (mbu)



Source: Kpler Insight



03

**Wheat**

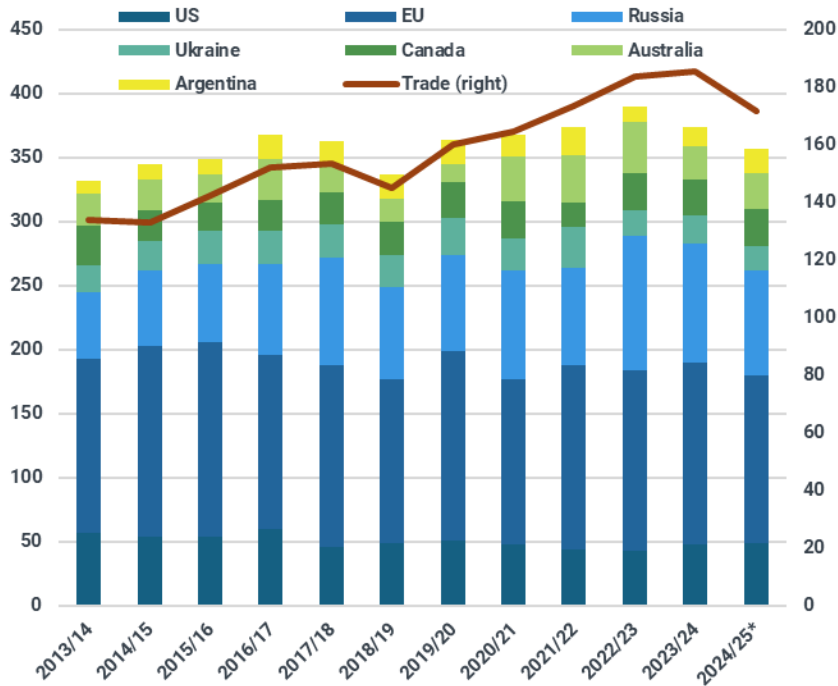




# Major exporter ending stocks sharply lower

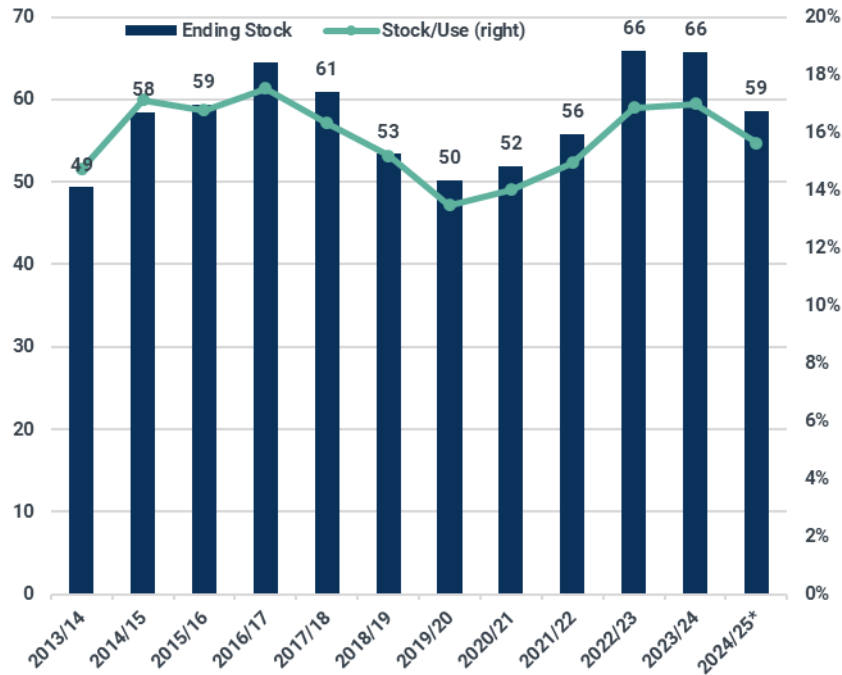
Exporters to shed 7 Mt of stocks in 2024/25, vs. 5 Mt estimated last month

## Major countries' production and global trade (Mt)



Source: Kpler Insight

## Major exporter ending stocks (Mt)

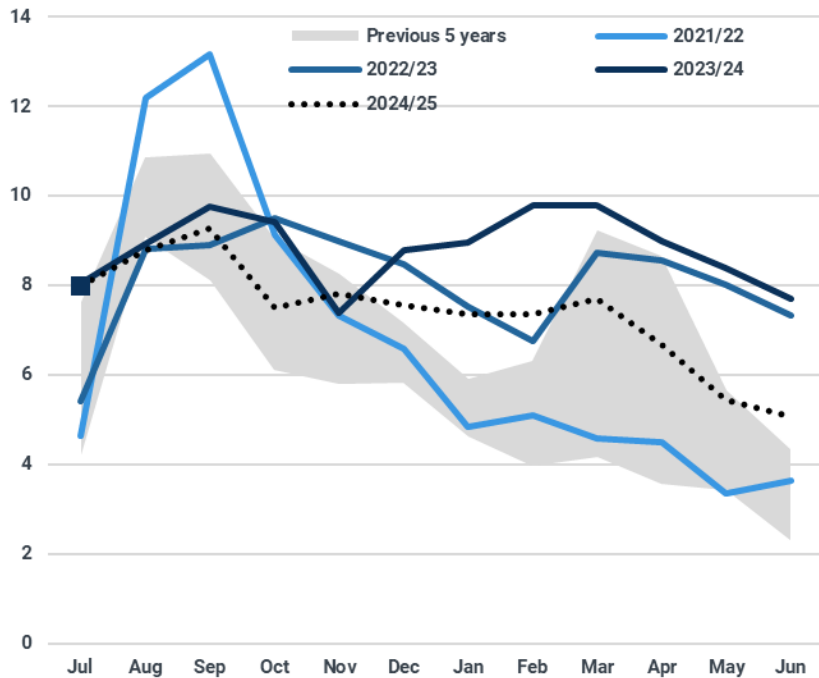


Source: Kpler Insight

# Expect lower wheat trade in 2024/25, no feeding

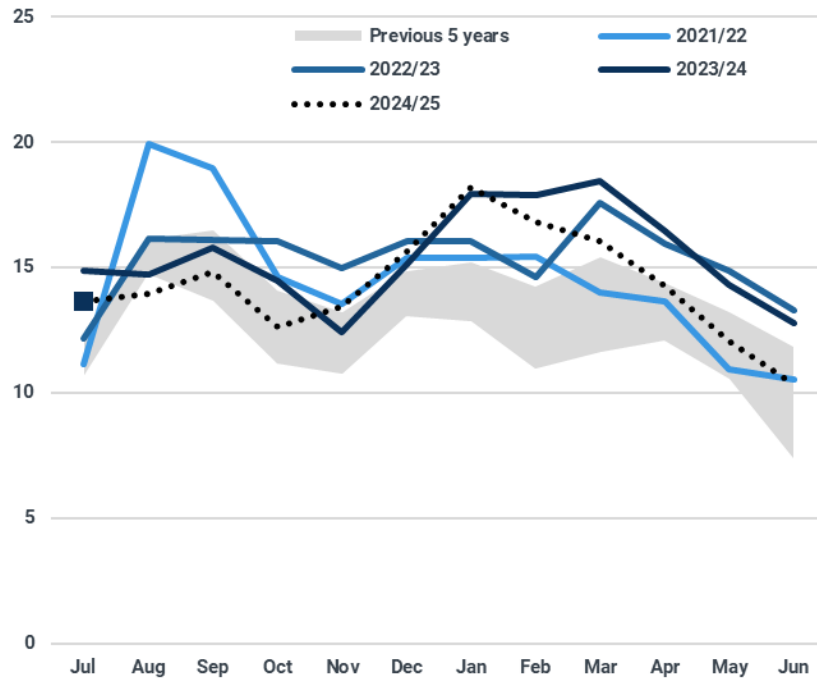
Black Sea countries total exports remain strong, despite lower from Russia

## Combined EU, Ukraine and Russia exports (Mt)



Source: Kpler Insight

## Global wheat exports (Mt)



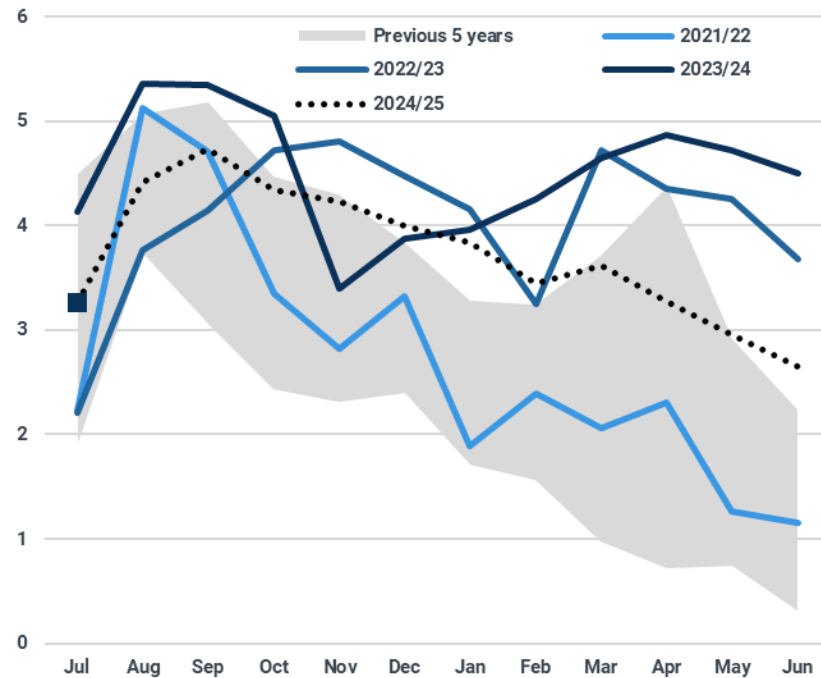
Source: Kpler Insight

# Markets remain spot-traded

Traders unable to price the forward-curve

- Market unable to price multiple variables
  - Lower crop, quality in Western Europe
  - Harvest pressure in the Black Sea
  - Spring crops, duties and forex rates in Russia
- Egypt/ GASC
  - Tendered for Oct-Apr shipments
  - Bought only October
- Wheat is not trading the annual balance sheet

Russia wheat exports (Mt)



Source: Kpler Insight



04

# Outlook

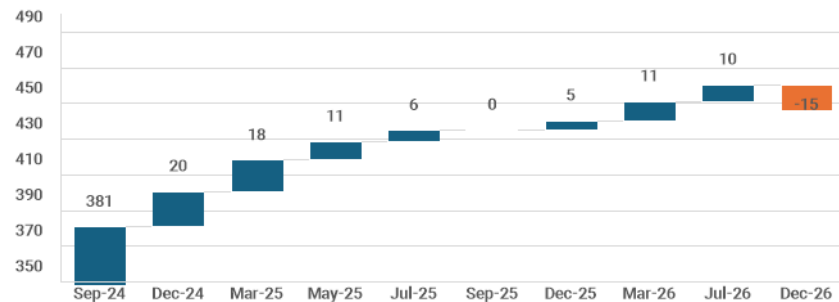


# What to trade

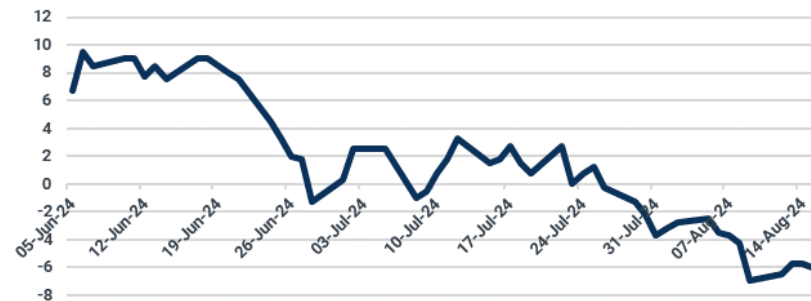
## Short-term market drivers

- Corn
  - Low uncertainty, low vol, will follow others
  - Structure will tend towards full-carry
  - US sales, stocks, yields
- Soybean
  - US sales to China
  - South American acreage (Oct)
- Wheat
  - Next quarter's supply
  - Southern Hemisphere weather (Sep)
  - Food-feed spread

Corn futures structure (¢/bu)



Corn Dec'25-Dec'26 Spread



Source: MarketView

**kpler**

**Tell us what you think!**

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