



Grains Update

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December 2024



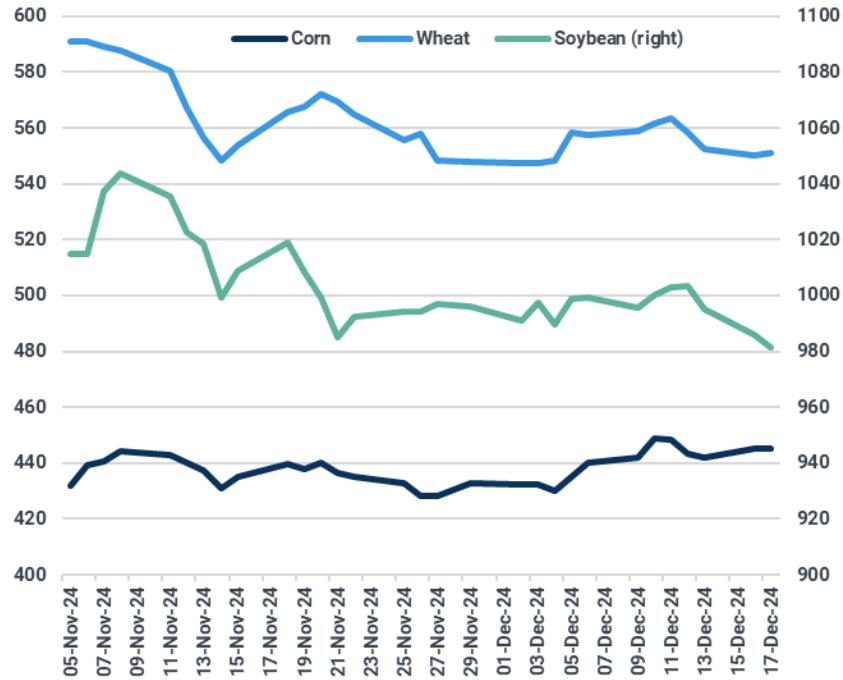
Recap

Major changes since last month

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- Corn
 - Argentine acreage down 10% y/y
 - USDA raised US exports, lowered stocks
 - Possibility of US – Mexico trade disputes
- Soybean
 - Favourable weather increased Brazil production estimates
 - Chinese buying of US beans continues
- Wheat
 - Poor Russian crop conditions highlighted
 - Market unfazed by spot demand, trading new crop

CBOT Mar-25 futures (¢/bu)



Source: MarketView

01

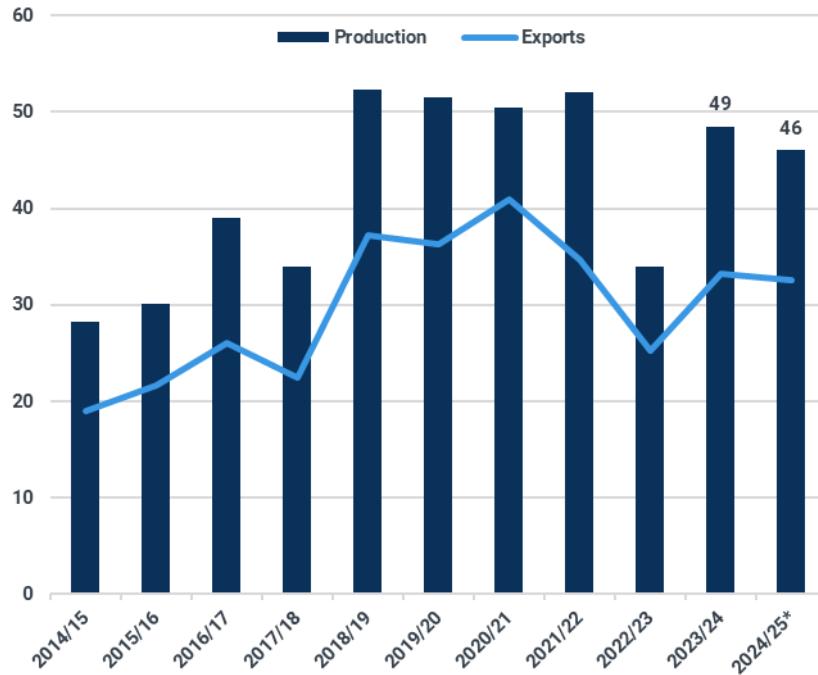
Corn

US corn exports remain significant

Market will trade US exports and stocks

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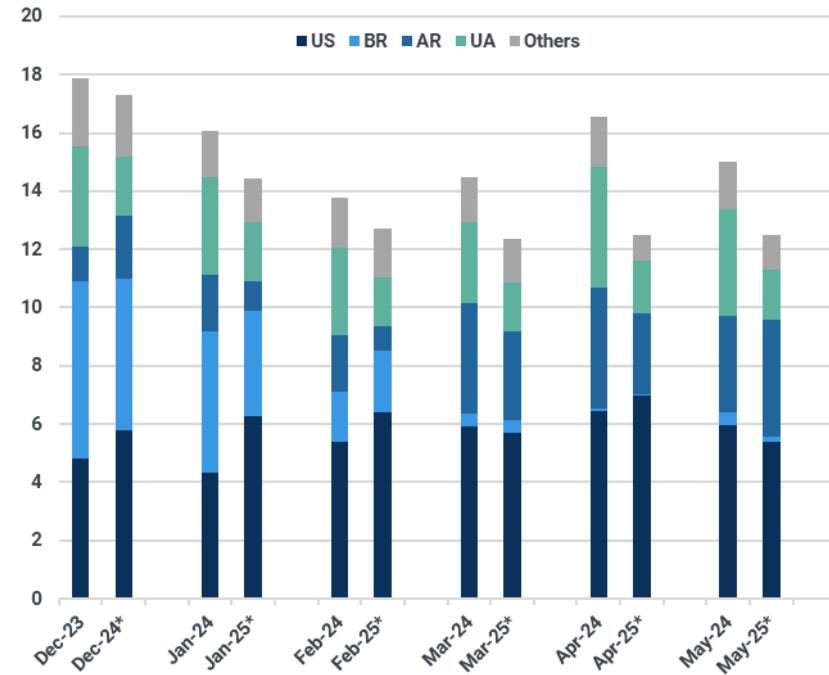
Argentina supply (Mt)



Source: Kpler Insight

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Projected corn trade (Mt)



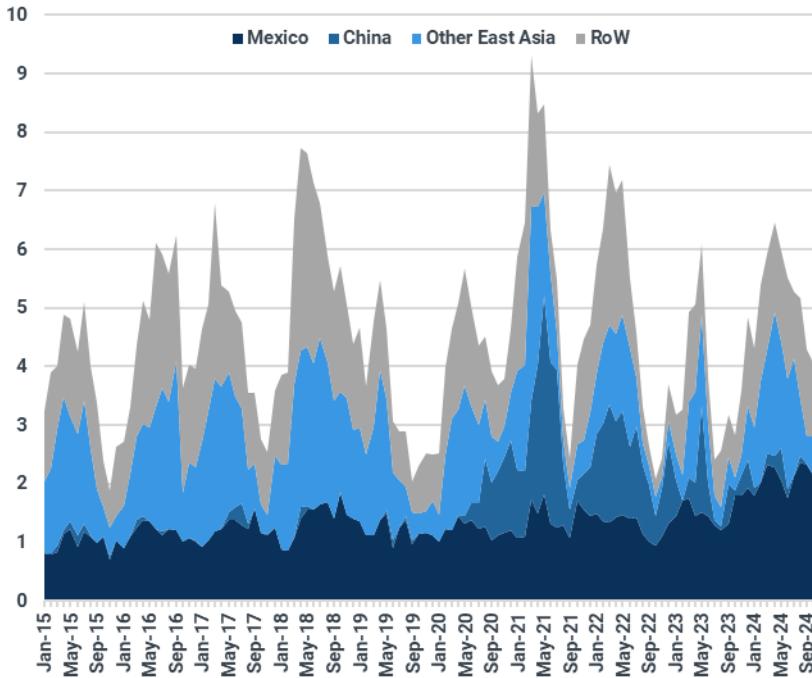
Source: Kpler Insight

Corn trade and policy

Mexico a key buyer of US corn, trade and ending stock projections will be traded

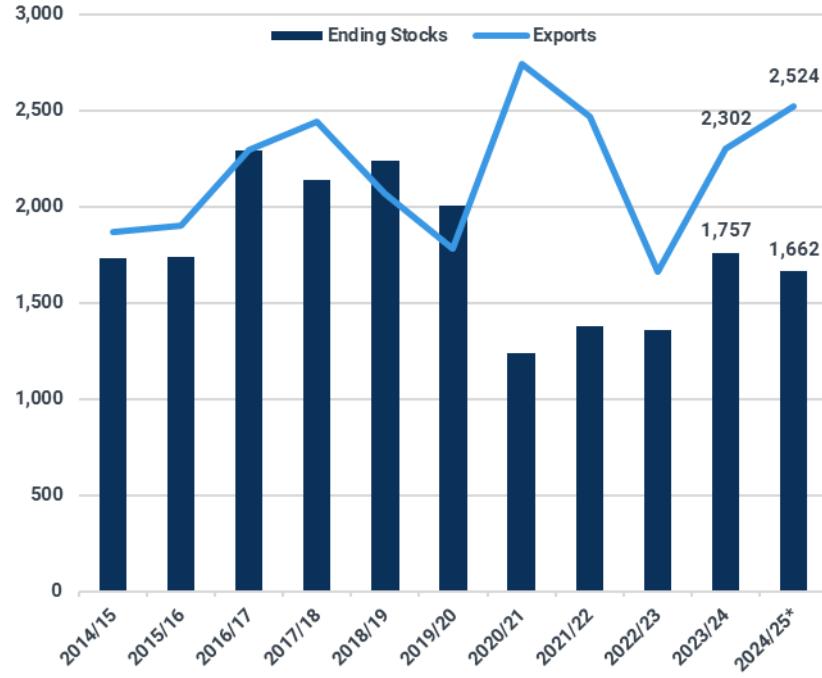
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US monthly exports (Mt)



Source: Kpler Insight

US exports and stocks (mbu)



Source: Kpler Insight

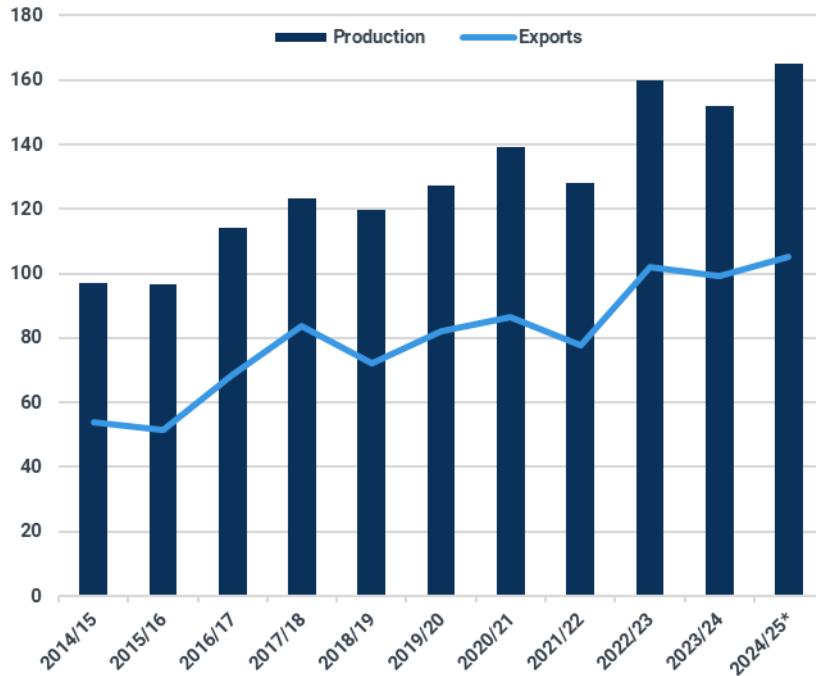
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Soybean

Brazilian supplies

Brazil is headed for record soybean production

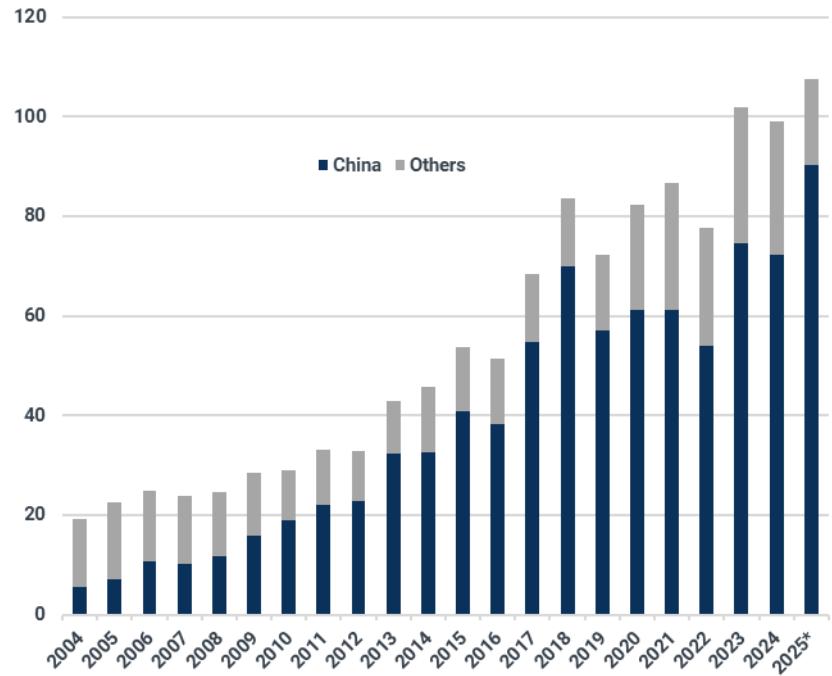
Brazil production (Mt)



Source: Kpler Insight

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Brazil exports (calendar year, Mt)

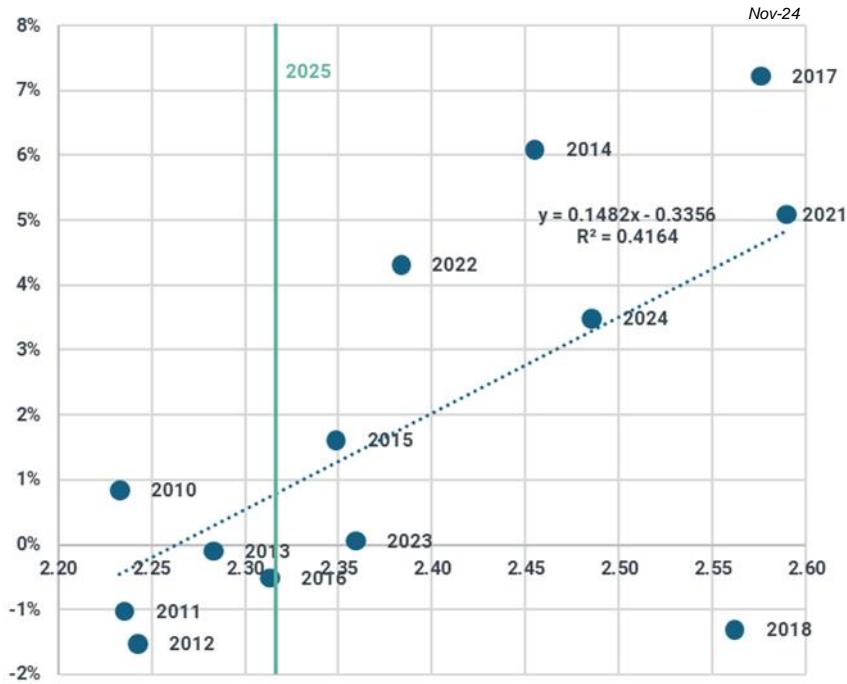


Source: Kpler Insight

Soy-corn ratio

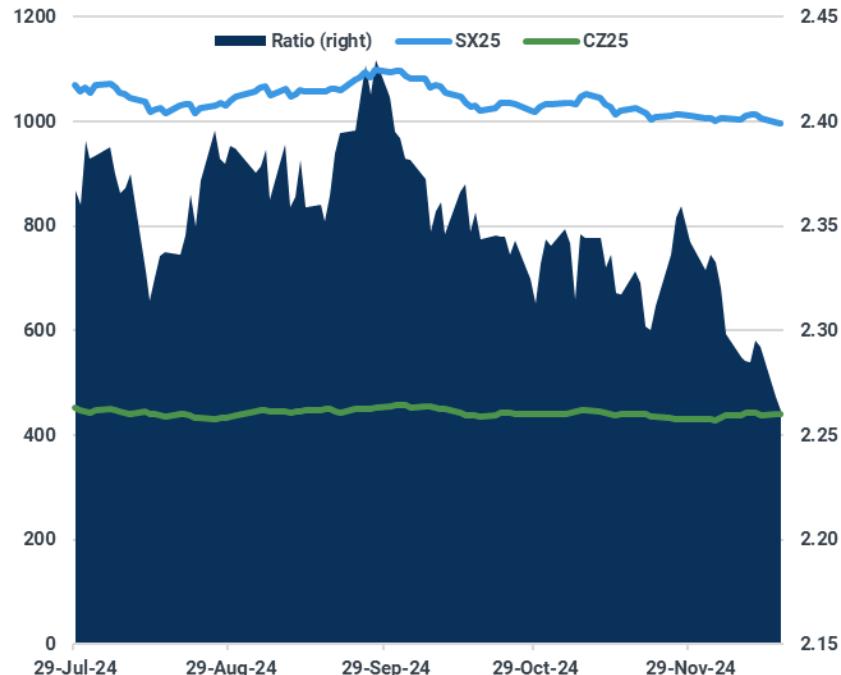
Corn buying has reduced the ratio since last month

US ending stocks vs ratio



Source: Kpler Insight

Nov/Dec 2025 futures (¢/bu) and ratio



Source: MarketView

03

Wheat

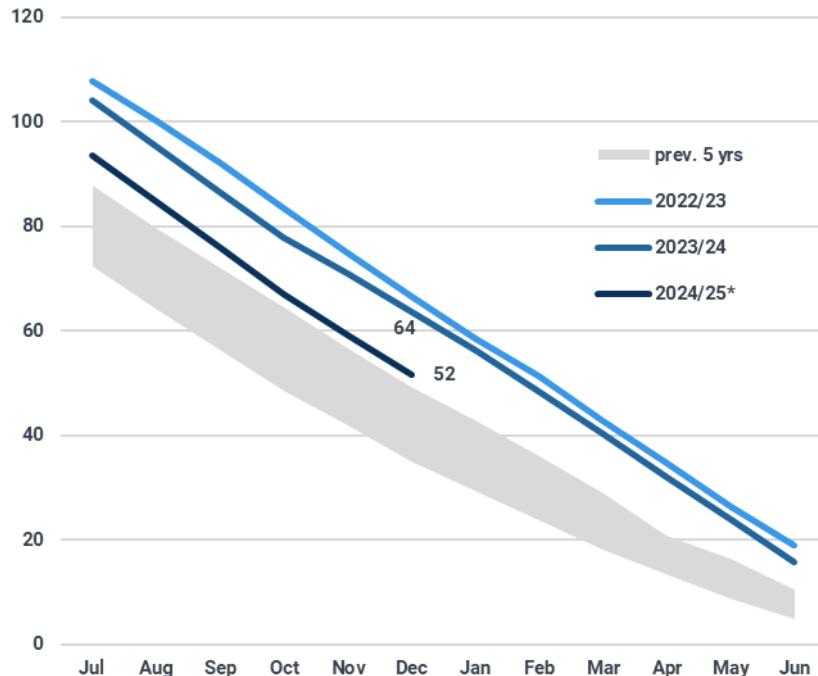


Wheat stocks

Stocks are at a 3 year low in the Northern Hemisphere

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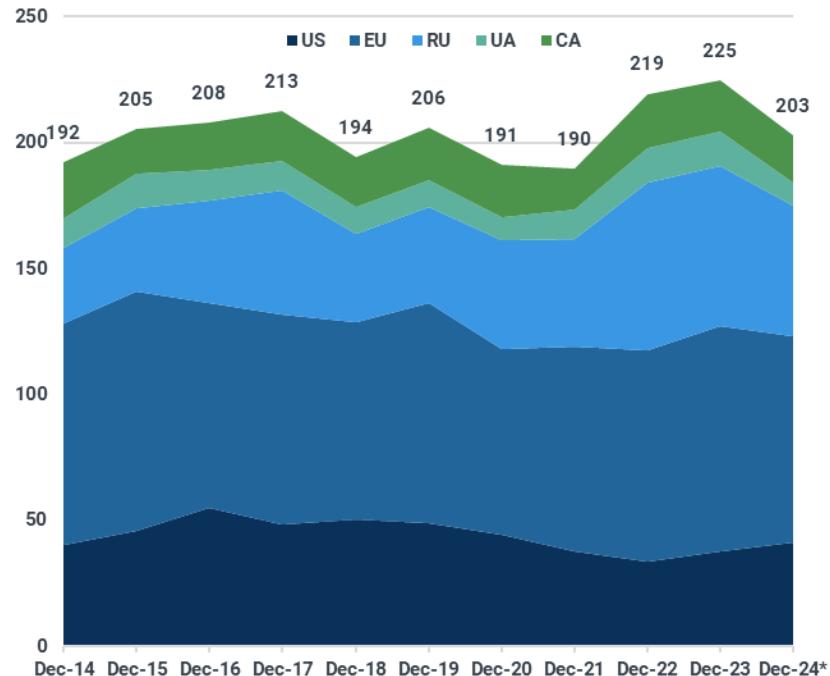
Russia calculated monthly stocks (Mt)



Source: Kpler Insight

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Northern Hemisphere Dec stocks (Mt)



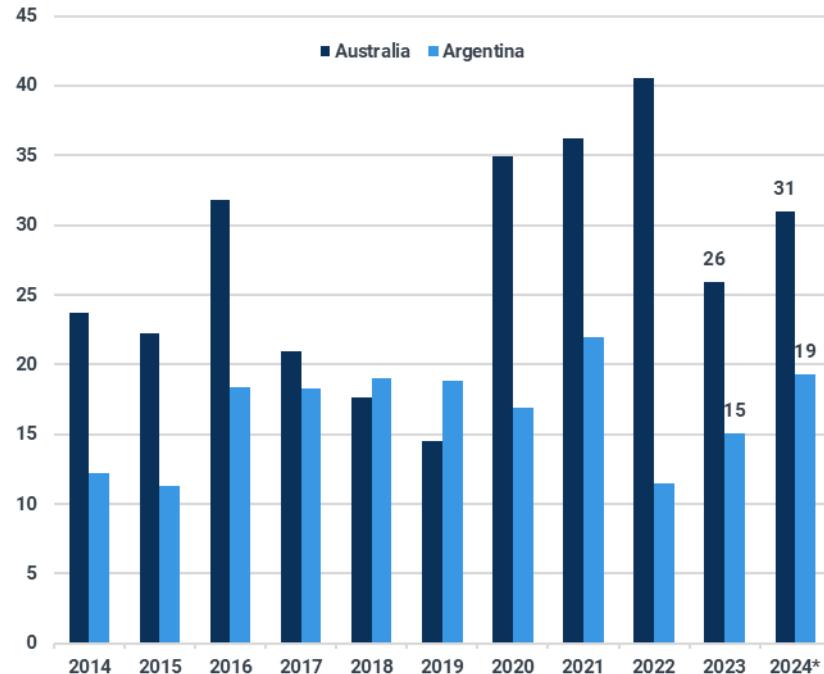
Source: Kpler Insight

Production and outlook

Futures market will trade forward-looking supply

- Russia will allow **11 Mt of exports** 15 Feb – 30 Jun 2025, down from 29 Mt last year
- Current stocks are low, but **higher Southern Hemisphere supplies y/y will make up** for lower Jan-Jun availability in Europe and Russia
- **The market will trade new crop supply and possible disruptions to supply**
 - **Crop condition in Russia is poor**, making it more susceptible to winterkill
 - Track EU, Russian **weather for winterkill** and frost events: low temps, snow cover in January (currently benign). **Strong OTM call buying seen**
 - **Little news until 13 Jan**, except weather. Slow decline likely with no news
 - **US winter wheat seedings report** on ~10 Jan to establish area

Southern Hemisphere production (Mt)



Source: Kpler Insight

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Outlook

Short-term market drivers

Monitor supply issues and policy

- Corn
 - US vs Mexico
 - US sales & exports
- Soybean
 - Brazilian soybean crop finish
 - US vs China
- Wheat
 - Europe and Russia winter weather (Jan)

Oilshare (Mar-25, %)



Source: MarketView

