



Hammersmith Reports

3 Avenue Marie Gasquet, St Remy de Provence, 13210 France

Phone : +33.6.8068.4564

Email : wbacon@hammersmith.biz

WWW : hammersmithltd.blogspot.com

WEEKLY USA GRAIN AND PROTEIN REPORT May 27, 2023

Monday is a holiday in a lot of countries --- much of Europe will be closed on Monday along with the USA. As is usual with three day weekends grain/oilseed markets had a strong day on Friday with prices pushing higher.

Corn prices finished the week up by about USD 14 m/t in the US for new-crop while soybean prices were up by about USD 5 m/t for new-crop. Soymeal prices were down by about USD 5 m/t. USA spring what was up by about USD 5 m/t while some US winter wheat was also up by USD 5 m/t.

There are some weather concerns in the USA for the corn crop with hot, dry weather seen for a couple of weeks just when the crop wants rainfall, this could continue to push corn prices higher. The same hot, dry forecast also gave some strength to soybean prices.

The rally in US wheat prices was said by experts to just be a quick weather rally in a bear market with no one much looking to higher wheat prices in the US. USA wheat end-users are looking at importing from other origins due to the continuing high US prices for hard wheat.

Next Tuesday will probably be an exciting market day as the US buyers/sellers recover from the long weekend.

Estimated Bulk Grain Freight in USD per m/t, basis heavy grains.

US Gulf to Europe: Panamax	\$28.00	Down \$1.00	X
US Gulf to Spain: Panamax m/t	\$28.00	Down \$1.00	X
US Gulf Israel: Panamax m/t	\$29.00	Down \$2.00	X
US Gulf to Egypt: Panamax	\$29.00	Down \$2.00	X
US Gulf Turkey: Panamax m/t	\$30.00	Down \$2.00	X
US Gulf Morocco: Handi	\$32.00	Down \$1.00	X
US Gulf Algeria/Tunisia: Handi	\$33.00	Down \$1.00	X
US Gulf Nigeria: 30,000 m/t	\$44.00	Steady	X
US Gulf other Med: Handi	\$35.00	Down \$1.00	X
US Gulf South Africa: Handi	\$41.00	Steady	X
US Gulf to India: Panamax	\$47.00	Steady	X
US Gulf to Philippines: Panamax	\$52.00	Steady	X
US Gulf Japan: Panamax	\$50.00	Down \$1.00	X
US Gulf China: Panamax	\$49.00	Down \$1.00	X
US PNW South Africa – 40,000 m/t	\$65.00	Steady	X
US PNW Egypt: Panamax	\$30.00	Down \$1.00	X
US PNW Philippines: Panamax	\$39.00	Steady	X
US PNW Japan: Panamax	\$28.00	Steady	X
US PNW China: Panamax	\$27.00	Down \$1.00	X
US East Coast Nigeria: Handisize	\$45.00	Steady	X

US Lakes – Europe – 30,000 m/t	\$52.00	Steady	X
US Lakes – Morocco – 30,000 m/t	\$61.00	Steady	X
France/Germany to Algeria: Handi	\$30.00	Steady	X
France/Germany to Bangladesh	\$82.00	Steady	X
France/Germany to China: Panamax	\$80.00	Steady	X
France/Germany to Egypt: Panamax	\$24.00	Steady	X
France/Germany to India: Panamax	\$53.00	Steady	X
France/Germany to Iran: Panamax	\$45.00	Steady	X
France/Germany to Jordan	\$37.00	Steady	X
France/Germany to Morocco: Handi	\$29.00	Steady	X
France/Germany to Saudi Arabia: Panamax	\$62.00	Steady	X
France/Germany to South Africa: Handi	\$46.00	Steady	X
France/Germany to Turkey: Handi	\$33.00	Steady	X
France/Germany to Yemen: Handi	\$63.00	Steady	x
Argentina to Algeria: Handi	\$54.00	Steady	X
Argentina to China: Panamax	\$45.00	Steady	X
Argentina to Japan: Panamax	\$45.00	Steady	X
Argentina to Egypt: Panamax	\$56.00	Steady	X
Argentina to Europe: Panamax	\$42.00	Steady	X
Argentina to Morocco: Handi	\$53.00	Steady	X
Argentina to Libya: Handi	\$55.00	Steady	X
Argentina to Jordan: Panamax	\$55.00	Steady	X
Argentina to Saudi Arabia: Panamax	\$64.00	Steady	X
Argentina to Iran: Panamax	\$61.00	Steady	X
Argentina to India: Panamax	\$62.00	Steady	X
Argentina to Bangladesh: Panamax	\$66.00	Steady	X
Argentina to Indonesia: Panamax	\$59.00	Down \$1.00	X
Argentina to South Africa: Panamax	\$35.00	Steady	X
Argentina to Kenya: Handi	\$49.00	Steady	X
Argentina to Spain: Panamax	\$42.00	Steady	X
Argentina to Tunisia: Handi	\$54.00	Steady	X
Brazil to Algeria/Tunisia: Handi	\$53.00	Steady	x
Brazil to China: Panamax	\$39.00	Down \$1.00	X
Brazil to Japan: Panamax	\$40.00	Down \$1.00	X
Brazil to South Korea: Panamax	\$48.00	Steady	X
Brazil to Europe: Panamax	\$42.00	Steady	X
Brazil to Morocco: Handi	\$52.00	Steady	X
Brazil to Iran: Panamax	\$61.00	Steady	X
Brazil to Bangladesh: Panamax	N/A	Steady	X
Brazil to Saudi Arabia 30/40,000 m/t	\$65.00	Steady	X
Brazil to Spain: Panamax	\$42.00	Steady	X
Brazil to Turkey/Egypt: Panamax	\$63.00	Steady	X
Australia to Saudi: Panamax	\$55.00	Steady	X
Australia to Europe: Panamax	\$64.00	Steady	x
Black Sea freight			
Black Sea to China: Panamax	Russia \$58		X

	Ukraine \$58		
Black Sea to Indonesia: Panamax	Russia \$54 Ukraine \$65		X
Black Sea to Bangladesh : Panamax	Russia \$50 Ukraine \$59		X
Black Sea to Egypt: 40/50,000	\$26 Russia \$31 Ukraine		X
Black Sea to Egypt: 30,000	\$18 Russia \$27 Ukraine		X
Black Sea to Iran: Panamax	\$51 Russia \$70 Ukraine		X
Black Sea to Europe: Panamax	\$29 Russia \$32 Ukraine		X
Black Sea to Morocco – Handi	\$29 Russia \$39 Ukraine		X
Black Sea to Tunisia/Algeria – Handi	\$28 Russia \$38 Ukraine		X
Black Sea to Jordan: Panamax	\$37 Russia \$53 Ukraine		X
Black Sea to Libya – Handi	\$32 Russia \$42 Ukraine		X
Black Sea to Saudi: Panamax	\$42 Russia \$54 Ukraine		X
Black Sea to Turkey – Handi	\$20 Russia \$27 Ukraine		X
Black Sea to South Africa – Handi	\$57.00		X
Russia to Turkey (Izmir)– coaster 5,000 m/t	\$34.00	Down \$2.00	X
Russia to Egypt – coaster 5,000 m/t	\$65.00	Down \$2.00	X
Ukraine to Egypt – coaster 5,000 m/t	\$52.00		X
Ukraine to Turkey – coaster 5,000 m/t	\$33.00		X
Baltic Dry Index	1172	Down 212	X
Baltic Capesize Index	1683	Down 622	X
Baltic Panamax Index	1119	Down 103	X
Baltic Supramax Index	946	Down 131	X
Baltic Handysize Index	588	Down 24	X
Global Container Index - Freightos	1446	Down 39	x

All shipments in bulk grain vessels unless stated otherwise.

(NOLA is New Orleans, Louisiana, USA.)

FOB port or location specified. Prices in US\$, in metric tons:

ALL PRICES ARE FOR June 2023/August 2023

Wheat, USA Soft Red Winter, US Gulf	USD 254/258	X
Wheat, USA Hard Red Winter 11 protein, US Gulf	USD 354/258	X
Wheat, Ukraine 11.5 pro, 30,000+ m/t	USD 235/240	X
Wheat, Russia 12.5 pro, 30,000+ m/t	USD 250/255	X
Wheat, Romania 12.5 pro	USD 245/250	X
Wheat, Superior, France, Rouen	USD 246/249	X

Wheat, milling, 12.0%, Argentina, Upriver	USD 330/335	X
Wheat, feed, Black Sea	USD 225/230	X
Barley, France, Rouen port	USD 233/236	X
Barley, feed, Argentina, upriver	USD 245/250	X
Barley, feed, Black Sea, 30,000+	USD 220/230	X
Barley, feed, Australia	USD 230/240	X
Corn, 2YC FOB NOLA USA	USD 265>>245 Sep	X
Corn, 3YC FOB USA Pacific northwest	USD 295>>265 Sep	X
Corn, FOB Argentina port, upriver	USD 235>>215 Sep	X
Corn, FOB Brazil port	USD 245>>225 Sep	X
Corn, FOB France – Atlantic	USD 247/250	X
Corn, FOB Romania	USD 230/235	X
Corn, FOB Russia	USD 225/235	X
Corn, FOB Ukraine, 30,000+ m/t	USD 225/235	X
Sorghum, FOB Argentina port	USD 270/275	X
Sorghum, FOB Texas	USD 295>>275 Aug	X
Soymeal, 48% protein, FOB NOLA	USD 470/475	X
Soymeal, 48% protein, USA, Rotterdam	USD 500/505	X
Soymeal, 47% pro, FOB Argentina	USD 470>>460 Sep	X
Soymeal, 48% protein, Brazil, Rotterdam – spot	USD 485/490	X
Soymeal, 48% protein, FOB Brazil	USD 460>>450 Sep	X
Soybeans, FOB NOLA	USD 520>>480 Sep	X
Soybeans, Argentina, FOB	USD 510>>505 Sep	X
Soybeans, Brazil, FOB	USD 480>>475 Sep	X
Soybeans, Black Sea	USD 480/485 Ukraine	X
Corn Gluten Meal, USA FOB NOLA	USD 700/710	X
Corn Gluten Feed, USA FOB NOLA	USD 245/255	x
DDGS corn, 35 profat, USA FOB NOLA	USD 270/275	X

From this week on I will refer to DDGS, corn gluten meal and corn gluten feed as coproducts not byproducts --- in times past these items were actually byproducts of a process, but now are so valuable that they have all become very important to the producers and are major contributors to the profitable operation of ethanol and milling facilities --- so "coproducts" is what they are.

The US Grains Council held buyer/seller events in Senegal and Portugal in the past 10 days that highlighted everything about DDGS...there certainly was a wealth of information for end-users and importers of DDGS and even for those who thought that they knew everything about DDGS.

Corn coproduct prices slipped a little lower this week as the soymeal market softened but the rally in corn prices may just push DDGS and corn gluten meal prices higher next week. As the week ended and corn prices rallied it was a good time for export buyers to jump into the market and save a few dollars a ton on FOB prices.

SECTION 2 --- FISHMEAL COMMENTS AND PRICES: PERUVIAN

The trade feels that the new quota will be announced in the coming week with some experts thinking that fishing could start on June 02. Of course, lots of speculation about where the quota will be set and also lots of concern over the reported very high levels of juveniles that the IMARPE cruise is finding. High juvenile levels usually mean lots of short-term fishing bans which can really be a pain

for the fishing fleet. Some experts feel that the government could set a low fishing quota due to the high juvenile levels.....we are all just waiting to see what happens.

Fishmeal stock levels in China are very good and off-take has been low as end-users are limiting buying in hopes of lower prices once the Peru quota is announced.

PERU "INDICATION" FISHMEAL PRICES:

European fishmeal prices – FOB North German port.

Type	Protein %	Price per m/t USD
Herring fishmeal	72% protein	2,030
Danish fishmeal	64% protein	1,780
Peru fishmeal	64% protein	1,995
Chile fishmeal	67% protein	1,995
Iceland fishmeal	70% protein	1,935

ALL PRICES SHOWN ARE IN CONTAINER, ON VESSEL, AT ORIGIN --- US DOLLARS
Minimum shipment of 200 m/t for fishmeal

Specification	Price per m/t FOB Vessel Peru port	Price per m/t Chile port
65% protein standard steam	1850/1860 m/t	
67% protein 150 TVN	1900/1910 m/t	
67% protein 120 TVN	1950/1960 m/t	1950/1960
67% protein 1000 hist, 120 TVN	2000/2010 m/t	2000/20100
68% protein 500 hist, 100 TVN	2050/2060 m/t	2050/2060
Fish oil, crude bulk	No prices	
Fish oil, crude drums	No prices	
Fish oil, flexi tank	No prices	
Fish oil, Omega 3: 28%EPA/DHA	No prices	

INFORMATION: gtee = guarantee, TVN = total volatile nitrogen, hist = histamine

The information contained herein is based on sources that we believe to be dependable, but we do not represent that it is accurate or complete. Nothing contained herein should be considered as an offer to sell or a solicitation of an offer to buy. All references to prices are subject to change without notice. Any opinions expressed herein are solely those of the author.