

# Corn & Soybeans

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JANUARY 2013



# CORN

estimate for 2012-13 season *(January 2013)*

- ▶ **Global corn supplies** for 2012-13 are projected at **852,3 Mt**: +0,4% higher compared to December 2012 forecasts, reflecting the increased production for **South America** (Paraguay +1,1 Mt; Brazil +1 Mt; Argentina +0,5 Mt), on higher expected yields. Partly offsetting these increases are reductions in corn output for Russia, the Philippines and Serbia.
- ▶ In the **United States** harvested area for corn is lowered 346,000 acres, but a 1,1-bushel-per-acre in the estimated yields boosts production **273,83 Mt**.
- ▶ Corn **exports** are projected lower (-17%) reflecting the slow pace of sales and shipments to date and increasing pressure from larger supplies and exports for South America.
- ▶ Global corn ending stocks for 2012-13 (**115,99 Mt**) are projected at 1,6 Mt lower with lower expected stocks in the U.S., Brazil and Argentina. Stocks are raised for Paraguay with the larger projected crop.
- ▶ The present forecast data for **China**, the second largest Corn producer, confirm, on the all, last December projected data.



# CORN – Global and US outlook: estimate for the 2012-13 Season *(January 2013)*



	Million tons	From December 12 (projections)
Beginning stocks	131,79	+0,6%
Production	<b>852,30</b>	+0,4%
Total use	868,11	+0,6%
Ending stocks	115,99	-1,4%



	Billion bushels	Million tons	From December 12 (projections)
Beginning stocks	0,99	25,12	+0,0%
Production	10,78	273,83	+0,5%
Total use	10,32	262,06	+3%
Export	0,95	24,13	-17%
Ending stocks	0,60	15,30	-7%
<b>Price projection</b>	<b>7,40 \$/bushel</b>	<b>291 \$/ton</b>	<b>218 €/ton</b> ↓
1 month ago	7,40 \$/bushel	291 \$/ton	223 €/ton

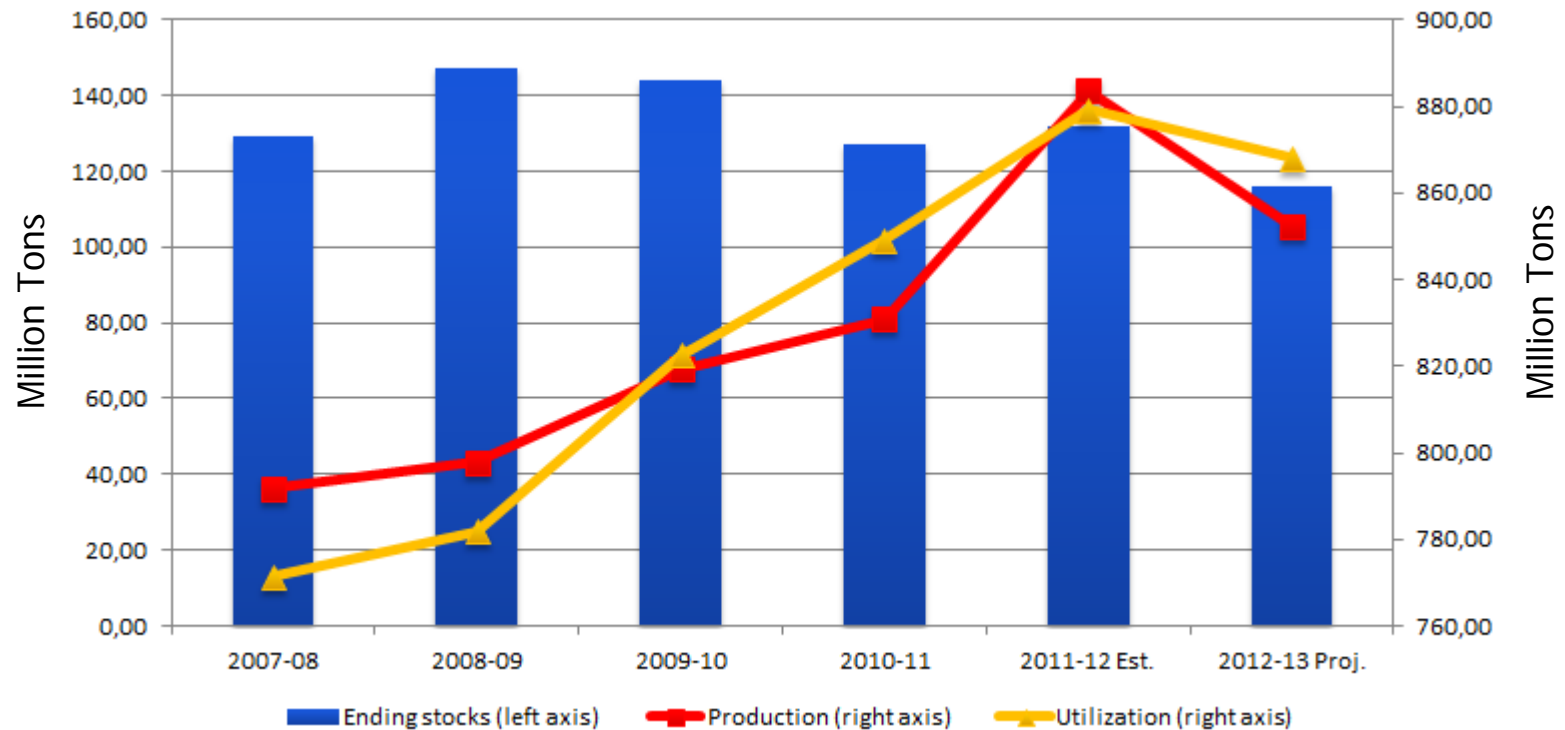
**CORN Conversion Factors**  
1 bushel = 0.025 metric ton  
1 metric ton = 39.38 bushel



# CORN - **Global** outlook: production, utilization and stocks

## World – Corn Production, Utilization and Stocks

Processed by CLAL on WASDE data





# SOYBEANS

## prospect for the 2012-13 Season *(January 2013)*

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- ▶ **Global soybean production** for 2012-13 is projected at **269,41 Mt**: +0,6% higher compared to December 2012 forecasts.
- ▶ Supplies in the **United States** and in **Brazil**, the two largest Soybeans Producers and Exporters, are projected at +1,2 Mt and +1,5 Mt respectively, reflecting increased yields and harvested area. This higher production is only partly offset by a lower production for **Argentina**, due to lower projected area resulting from excessive moisture throughout much of the central growing area.
- ▶ Soybean crush in the **United States** is expected to rise reflecting higher projected domestic soybean meal consumption and higher imports for several countries including Indonesia, South Korea, Mexico, Russia and Iran.
- ▶ Increased soybean **exports** for Brazil (+1 Mt) are offset by a comparable reduction for Argentina (-1 Mt).

# SOYBEANS – Global and US outlook: estimate for the 2012-13 Season *(January 2013)*



	Million tons	From December 12 (projections)
Beginning stocks	55,10	-1,6%
Production	<b>269,41</b>	+0,6%
Total use	262,67	+0,5%
Ending stocks	59,46	-0,8%



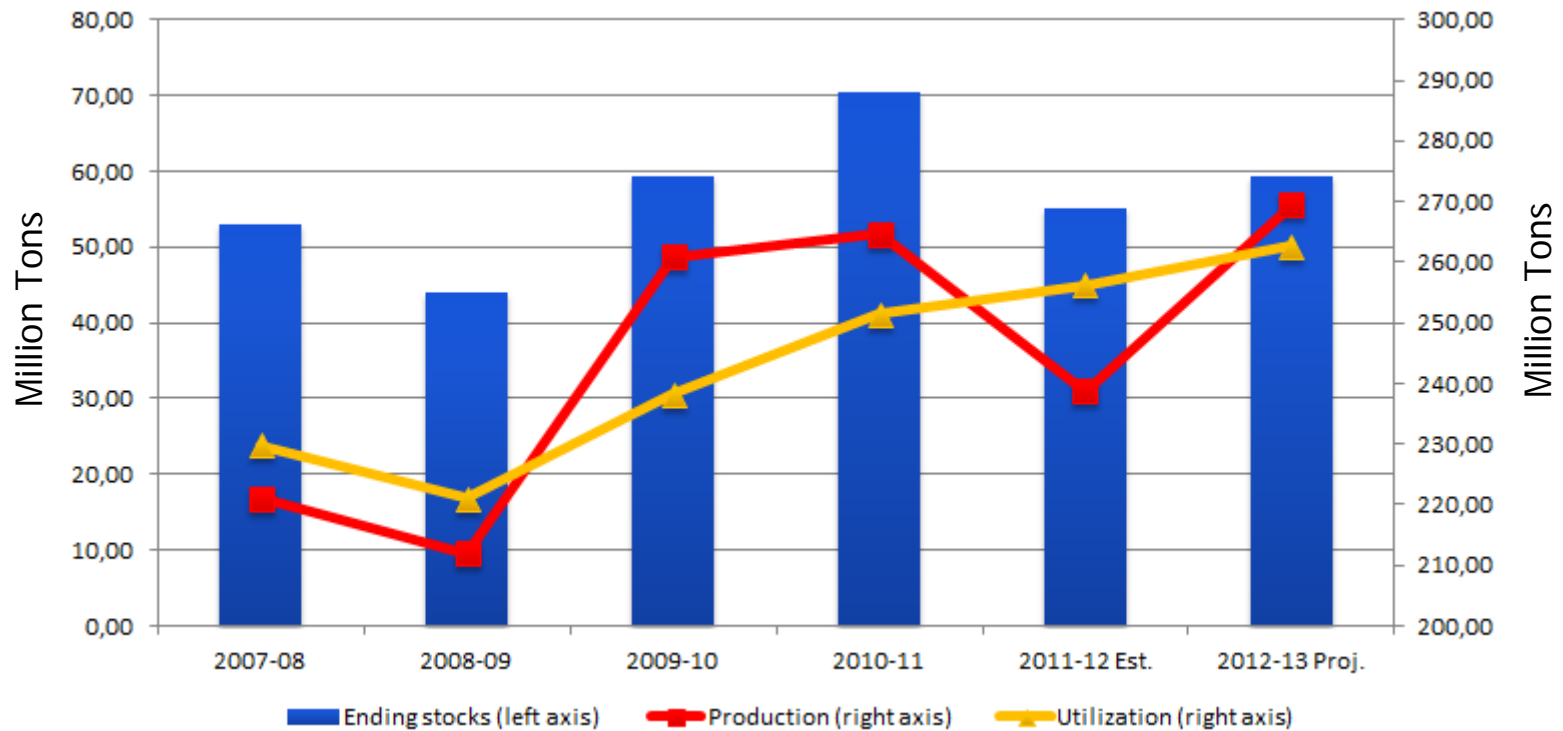
	Billion bushels	Million Tons	From December 12 (projections)
Beginning stocks	0,17	4,61	+0,0%
Production	3,02	<b>82,06</b>	+1,5%
Total use	1,72	46,94	+2,3%
Export	1,35	36,61	+0,0%
Ending stocks	0,13	<b>3,67</b>	+4%
<b>Price projection</b>	<b>14,25 \$/bushel</b>	<b>524 \$/ton</b>	<b>393 €/ton</b> ↓
1 month ago	14,55 \$/bushel	535 \$/ton	409 €/ton

**SOYBEANS Conversion Factors**  
1 bushel = 0.027 metric ton  
1 metric ton = 36.74 bushel

# SOYBEANS - Global outlook: production, utilization and stocks

## World – Soybeans Production, Utilization and Stocks

Processed by CLAL on WASDE data



# Chicago Mercantile Exchange (CME) Corn and Soybeans prices

▶ Corn price trend as listed by the [CME of Chicago](#):



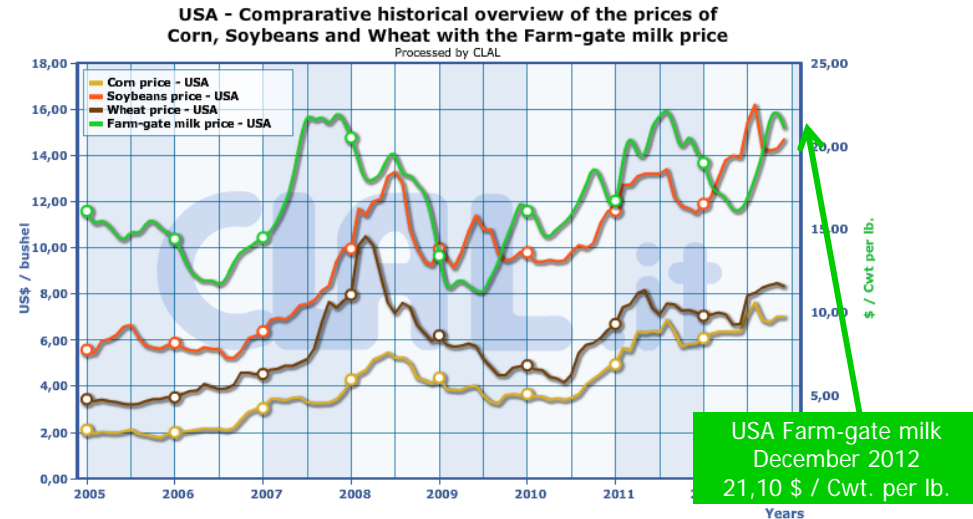
▶ Soybean price trend as listed by the [CME of Chicago](#):



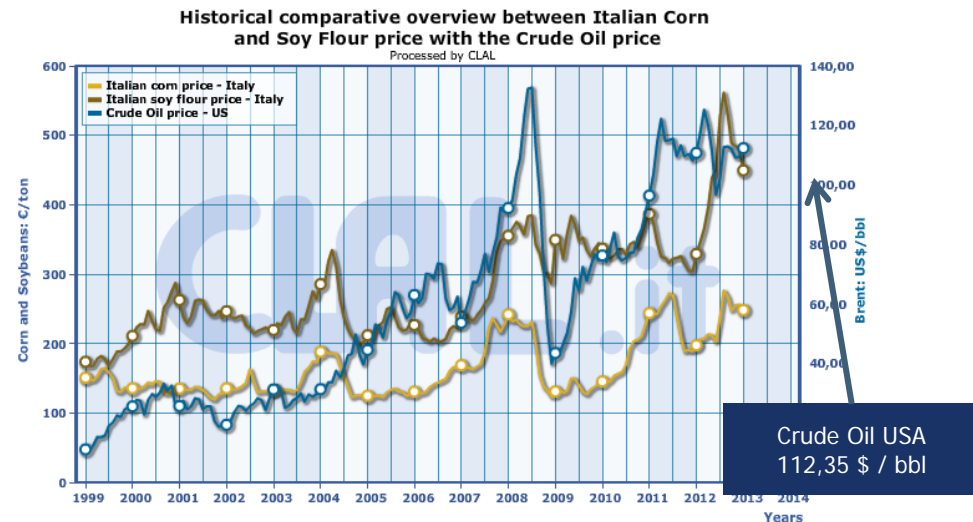


# Agricultural and Energy Inputs Connections

- ▶ US – Price comparison: Corn, Soybeans, Wheat and Farm-gate milk price



- ▶ Price comparison: Corn (Italy), Soy flour (Italy) and Crude Oil (US)



# Focus on Italy

## Corn and Soy prices

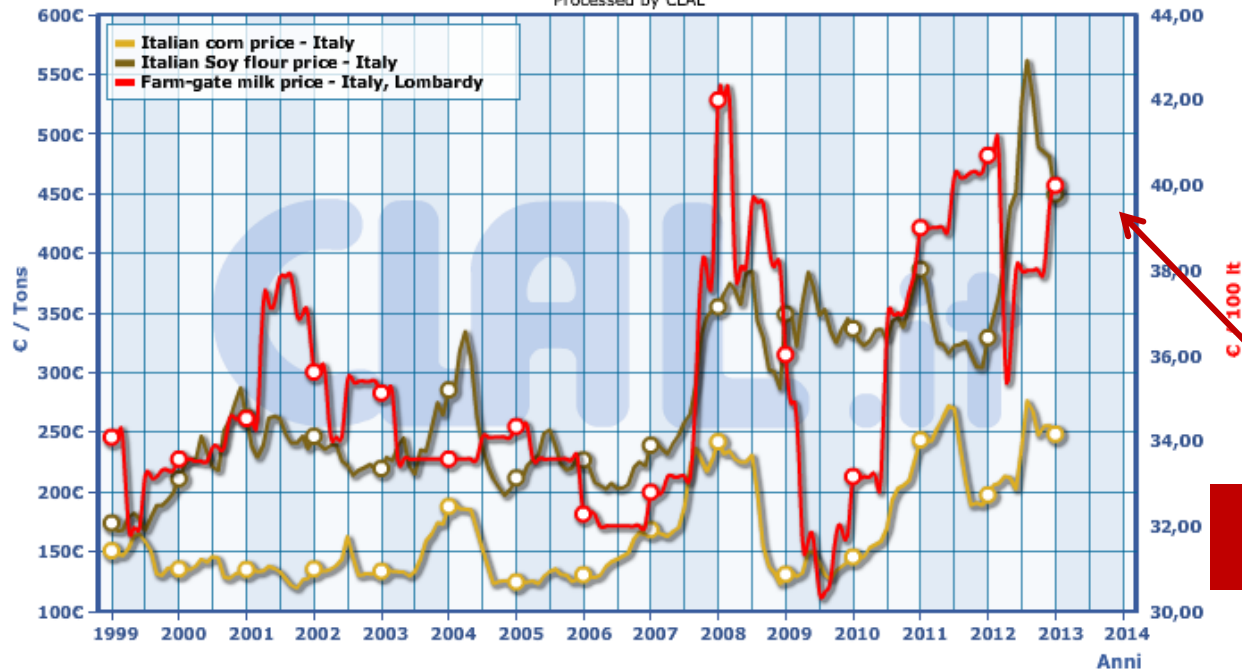
- ▶ National Corn and Soy prices as listed by the Milan Chamber of Commerce, in comparison with the Farm-gate milk price:

- ▶ Italian Corn: 248 ÷ 249 €/ton (- 7 € from last month)
- ▶ Italian Soy flour: 449 ÷ 450 €/ton (-33 € from last month)



Historical comparative overview between Italian Corn and Soy Flour price with the Farm-gate Milk price

Processed by CLAL



Farm-gate milk  
ITALY (Lombardy)  
January 13: 40 € / 100 It