

Corn & Soybeans

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CORN

Estimate for 2015-16 Season

- ▶ **Global Corn production** for 2015-16 is projected unchanged (**969.64 Mio t**) from February estimates.
 - ▶ Corn production is lowered 0.5 Mio t for **South Africa** with a continuation of drought reducing area and yields prospects further. **Philippines** production is lowered 0.3 Mio t on lower yields resulting from dryness. **Indonesia** Corn production is raised 0.3 Mio t with higher expected area reflecting the reduced rice planting.
 - ▶ Projected **U.S. Corn production**, use and stocks are unchanged. The estimated Corn used in ethanol production was reduced, based on revisions to monthly data reported in the March 1 “Grain Crushings and Co-Products Production 2015 Summary”.
 - ▶ Corn **exports** are raised for Indonesia and South Africa, with the increase for South Africa reflecting higher expected trade with neighboring countries where drought has also affected Corn production.
 - ▶ Global Corn **ending stocks** are lowered (206.97 Mio t), mostly reflecting smaller stocks in Brazil, due to 2014-15 exports raised this month.
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CORN – **Global** and **US** outlook: Estimate for the 2015-16 Season



	Million tons	From February 2016 (projections)
Beginning stocks	205.11	-0.5%
Production	969.64	0.0%
Total use	967.78	0.0%
Ending stocks	206.97	-0.9%



	Billion bushels	Million tons	From February 2016 (projections)
Beginning stocks	1.73	43.97	0.0%
Production	13.60	345.49	0.0%
Total use	11.90	302.15	0.0%
Export	1.65	41.91	0.0%
Ending stocks	1.84	46.67	0.0%
Price projection	3,60 \$/bushel	142 \$/ton	128 €/ton↑
1 month ago	3,60 \$/bushel	142 \$/ton	126 €/ton

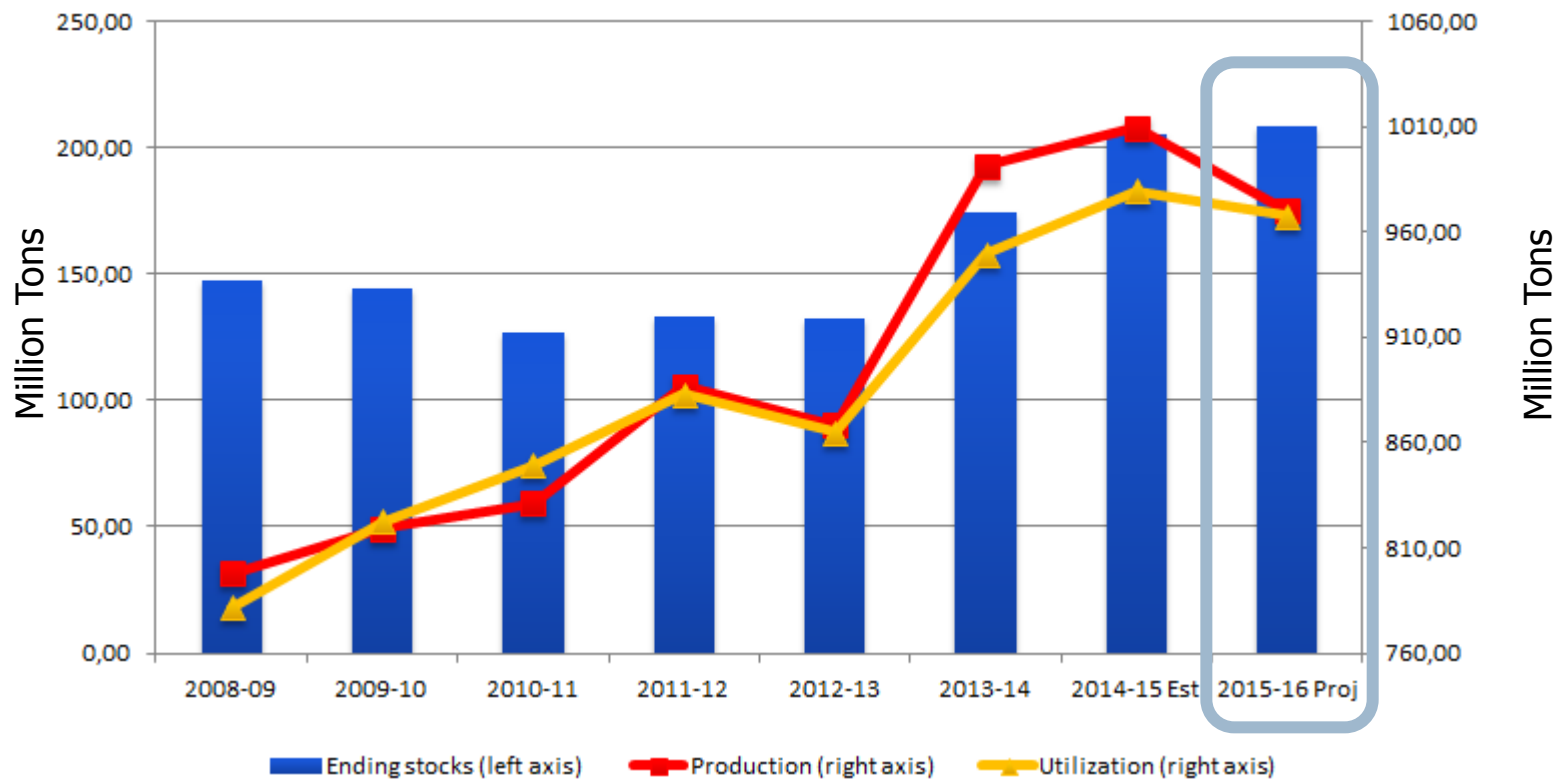
CORN conversion factors
1 bushel = 0.025 metric ton
1 metric ton = 39.38 bushel



CORN – **Global** outlook: production, utilization and stocks

World – Corn Production, Utilization and Stocks

Processed by CLAL on WASDE data





SOYBEANS

Estimate for 2015-16 Season

- ▶ **Global Soybean production** for 2015-16 is projected at **320.21 Mio t**, -0.3 Mio t compared to February forecast.
- ▶ **U.S. Soybean production** is projected at **106.93 Mio t**, down slightly from last month due to a revision to South Carolina production. Soybean trade projections are unchanged. U.S. Soybean **ending stocks** are projected at 12.51 Mio t, +0.28 Mio t from last month due to a **lower crush**.
- ▶ The **Soybean export** forecast for **Brazil** is raised (from 57 to 58 Mio t). The **import** forecast for **China** is raised reflecting strong imports to date. Partially offsetting are reduced imports for the EU, Pakistan and Mexico.
- ▶ **Global ending stocks** are projected at **78.87 Mio t**, -1.55 Mio t compared to the estimates of last month, due to lower Soybean stocks in Brazil and Argentina.



SOYBEANS – **Global** and **US** outlook: Estimate for the 2015-16 Season



	Million tons	From February 2016 (projections)
Beginning stocks	77.14	+0.1%
Production	320.21	-0.1%
Total use	315.75	+0.4%
Ending stocks	78.87	-1.9%



	Billion bushels	Million tons	From February 2016 (projections)
Beginning stocks	0.19	5.19	0.0%
Production	3.93	106.95	0.0%
Total use	2.00	54.43	-0.5%
Export	1.69	45.99	0.0%
Ending stocks	0.46	12.51	+2.3%
Price projection	8.75 \$/bushel	322 \$/ton	291 €/ton ↑
1 month ago	8.80 \$/bushel	323 \$/ton	286 €/ton

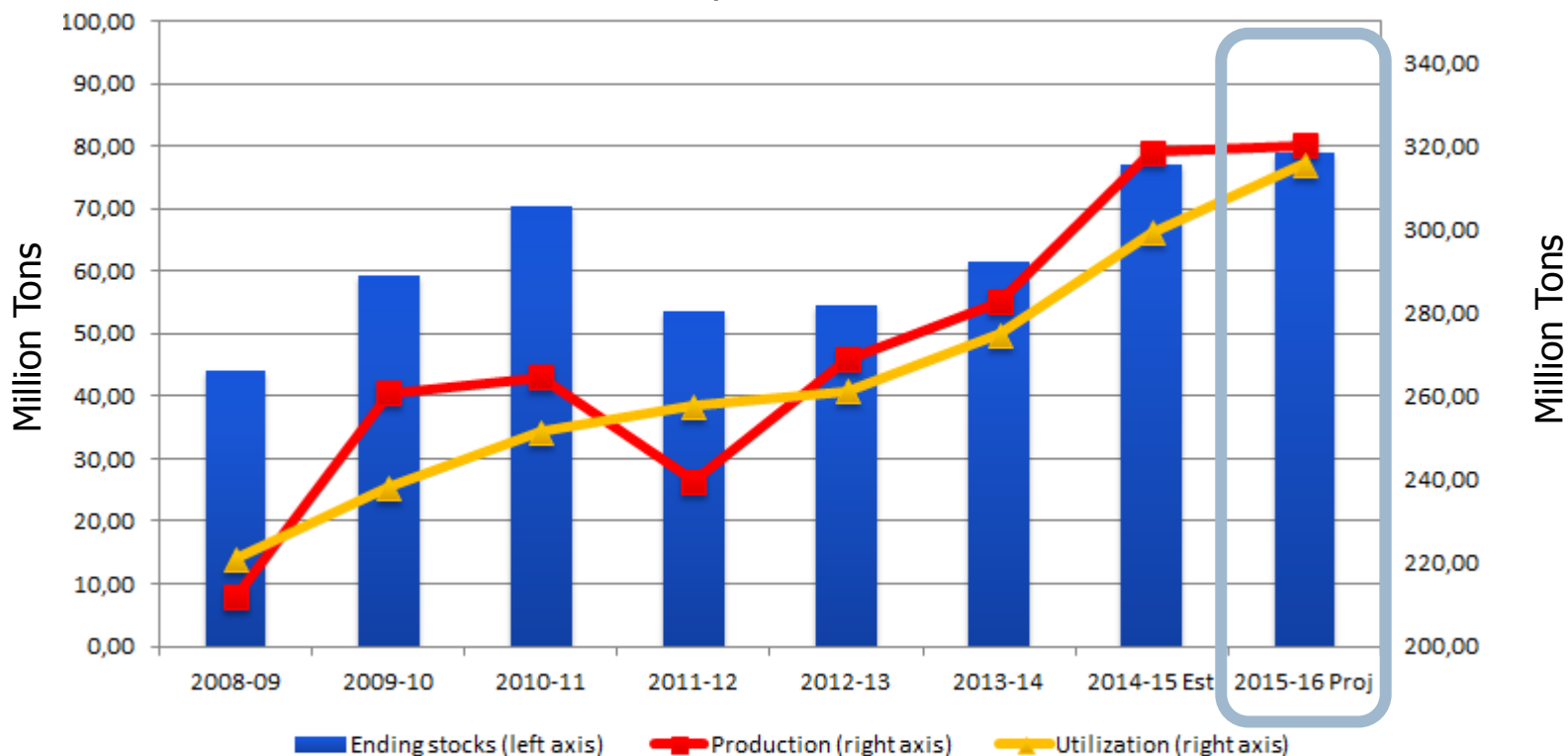
SOYBEANS conversion factors
1 bushel = 0.027 metric ton
1 metric ton = 36.74 bushel



SOYBEANS - **Global** outlook: production, utilization and stocks

World – Soybeans Production, Utilization and Stocks

Processed by CLAL on WASDE data





Chicago Mercantile Exchange (CME)

Corn prices

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

CBOT:ZCK2016, W 367'4 ▼ -1'2 (-0.34%) O:366'0 H:369'2 L:365'4 C:367'4



 **CME Group**
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Chicago Mercantile Exchange (CME)

Soybean prices

- ▶ Soybean price trend as listed by the CME of Chicago:

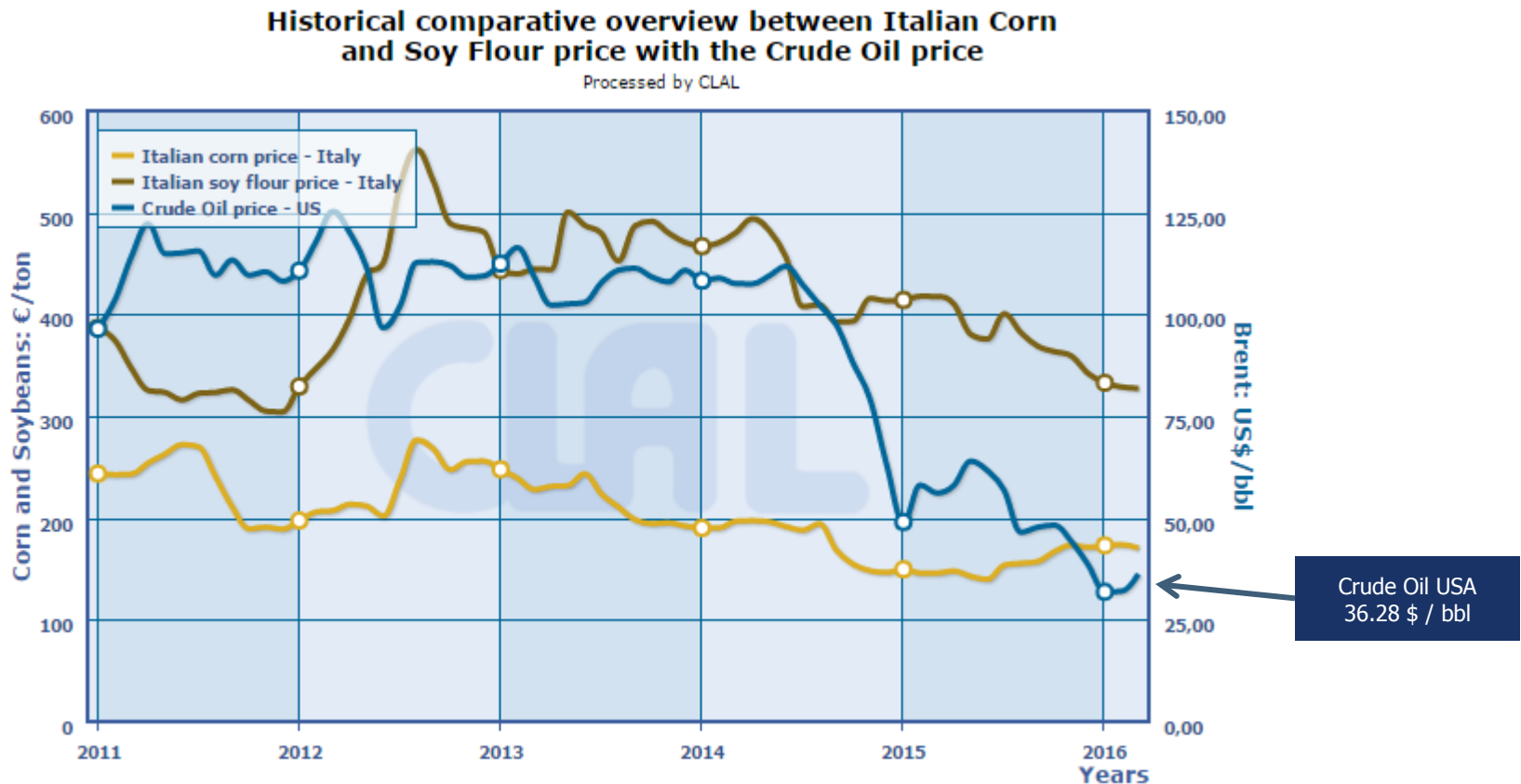
CBOT:ZSK2016, W 893'4 ▼-2'2 (-0.25%) O: 892'4 H: 897'0 L: 890'2 C: 893'4



 **CME Group**
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Agricultural and Energy Inputs Correlations

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



Focus on **Italy**

Corn and Soy prices

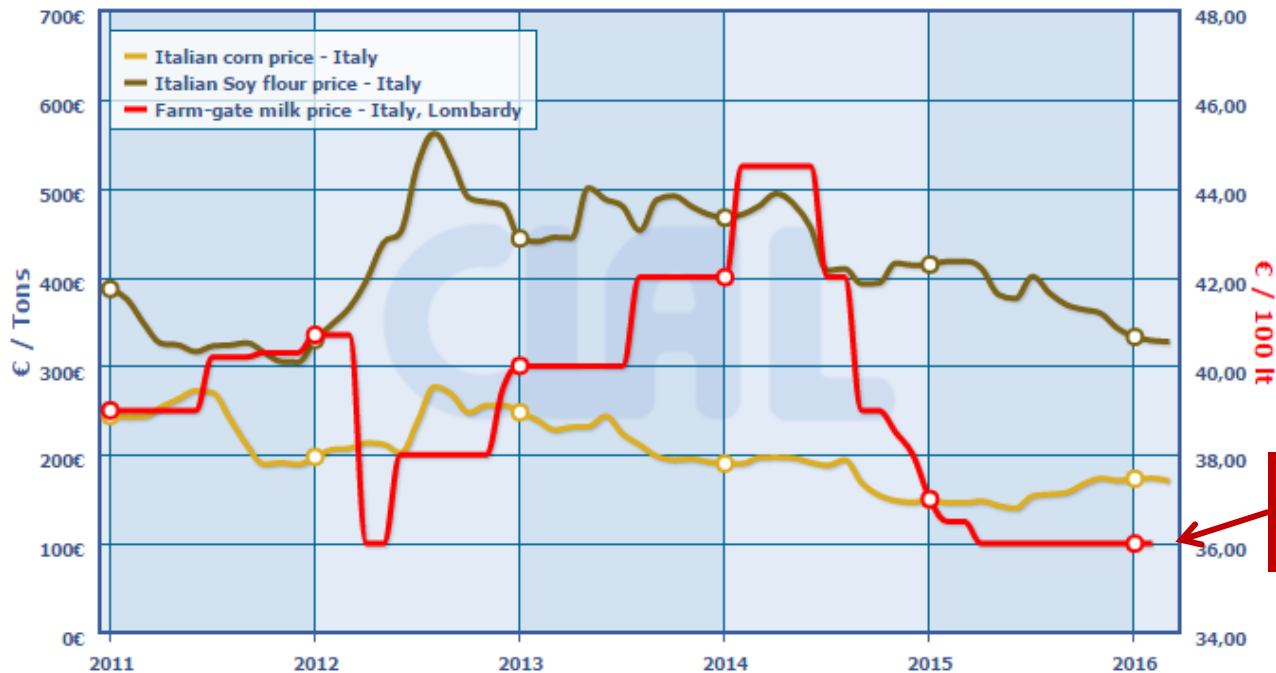
▶ National Corn and Soy prices as listed by the Milan Chamber of Commerce, in comparison with the Farm-gate milk price:

- ▶ Italian Corn: 170 ÷ 171 €/ton (-4 € from last month)
- ▶ Italian Soy flour: 327 ÷ 328 €/ton (**unchanged** 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)
February 2016
36 € / 100 lt