

January 12, 2012

January-12

U.S. Corn Supply/Demand (mb)

	Jan USDA 09/10	Jan USDA 10/11	Dec USDA 11/12	Jan USDA 11/12
Planted	86.4	88.2	91.9	91.9
Harvested	79.5	81.4	83.9	84.0
Yield	164.7	152.8	146.7	147.2
Carryin	1673	1708	1128	1128
Production	13092	12447	12310	12358
Supply	14774	14182	13453	13501
Feed	5125	4792	4600	4600
Exports	1980	1835	1600	1650
Ethanol	4591	5021	5000	5000
Other Ind	1370	1406	1405	1405
Demand	13066	13054	12605	12655
Carryout	1708	1128	848	846
CO/Use	0.131	0.086	0.067	0.067
Price range	\$3.55	\$5.18	\$5.90 \$6.90	\$5.70 \$6.70

World Corn Supply/Demand (mmt)

	Jan USDA 09/10	Jan USDA 10/11	Dec USDA 11/12	Jan USDA 11/12
Carryin	147.34	144.08	128.27	128.06
Production	819.23	827.35	867.52	868.06
Supply	966.57	971.43	995.79	996.12
Feed	488.38	493.53	510.60	510.50
Demand	822.50	843.37	868.61	867.98
Carryout	144.08	128.06	127.19	128.15
CO/Use	0.175	0.152	0.146	0.148
ARG Production: 11/12			26.0; -3.0	
China Production: 11/12			191.75; unch	

U.S. Soybean Supply/Demand (mb)

	Jan USDA 09/10	Jan USDA 10/11	Dec USDA 11/12	Jan USDA 11/12
Planted	77.5	77.4	75.0	75.0
Harvested	76.4	76.6	73.7	73.6
Yield	44.0	43.5	41.3	41.5
Carryin	138	151	215	215
Production	3359	3329	3046	3056
Supply	3512	3495	3275	3286
Crush	1752	1648	1625	1615
Exports	1499	1501	1300	1275
Seed	90	87	88	88
Residual	20	43	32	32
Demand	3361	3280	3045	3010
Carryout	151	215	230	275
CO/Use	0.045	0.066	0.076	0.091
Price range	\$9.59	\$11.30	\$10.70 \$12.70	\$10.95 \$12.45

World Soybean Supply/Demand (mmt)

	Jan USDA 09/10	Jan USDA 10/11	Dec USDA 11/12	Jan USDA 11/12
Carryin	42.72	59.61	68.43	68.58
Production	260.85	264.18	259.22	257.00
Supply	303.57	323.79	327.65	325.58
Crush	209.49	220.96	229.29	228.57
Demand	238.24	251.58	260.09	259.30
Carryout	59.61	68.58	64.54	63.43
CO/Use	0.250	0.273	0.248	0.245
Brazil Production: 11/12			74.0; -1.0	
Argentina Production: 11/12			50.5; -1.5	



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	<u>U.S. Wheat Supply/Demand (mb)</u>				<u>World Wheat Supply/Demand (mmt)</u>			
	Jan USDA 09/10	Jan USDA 10/11	Dec USDA 11/12	Jan USDA 11/12	Jan USDA 09/10	Jan USDA 10/11	Dec USDA 11/12	Jan USDA 11/12
Planted	59.2	53.6	54.4	54.4				
Harvested	49.9	47.6	45.7	45.7				
Yield	44.5	46.3	43.7	43.7				
Carryin	657	976	862	862	167.04	202.14	199.75	199.94
Production	2218	2207	1999	1999	685.44	651.68	688.97	691.50
Supply	2993	3279	2982	2982	852.48	853.82	888.72	891.44
Food	919	926	940	935				
Exports	879	1289	925	950				
Seed	69	71	78	82				
Feed/Res	150	132	160	145				
Demand	2018	2417	2103	2112	650.34	653.87	680.20	681.43
Carryout	976	862	878	870	202.14	199.95	208.52	210.01
CO/Use	0.484	0.357	0.417	0.412	0.311	0.306	0.307	0.308
Price range	\$4.87	\$5.70	\$7.05 \$7.55	\$6.95 \$7.45	AUS Production: 11/12 CAN Production: 11/12		28.3; unch 25.26; unch	

Summary: another bearish report, across the board

Corn: 2011 corn yield gains a surprise 0.5 bushels per acre, which along with a small harvested acreage rise puts production 48 million bushels higher. On the demand side, exports are seen 50 mbu higher while corn use for ethanol is *unchanged*...that leaves carryout down just two million bushels altogether, with the trade basically expecting a 100 mbu decline. World ending stocks gain a million tonnes this month, with crop increases in the U.S., E.U., and the FSU more than offsetting a 3 MMT cut in Argentine corn (to 26 MMT). Brazil production unchanged at 61 MMT.

Beans: also post a small yield increase for good measure, up 0.2 bpa to 41.5 bpa this month; a small harvested acreage loss still leaves production 10 mbu better than November, compared to trade guesses for a slightly lower crop. On the demand side, crush down 10 mbu and exports down 25 mbu, so overall bean carryout gains 45 mbu to a surprise 275 mbu. World carryout falls by just over a million tonnes, with production down double that amount - Brazil crop down 1.0 MMT, Argentina down 1.5 MMT, though those are still very moderate cuts.

Wheat: 2011/12 wheat carryout drops by just eight million bushels thanks to a variety of changes on the demand side only - food usage down 5 mbu and residual use down 15 mbu, though export demand gains 25 mbu (still to just 950 mbu on the year). World stocks rise by 1.5 MMT thanks to a 2.5 MMT global production gain - most of that came from the FSU, particularly Kazakhstan (+1.5 MMT)

Opening Calls: corn down the limit, others likely to follow shortly?