MORNING MARKET REPORT

UNIONTOWN CO-OP
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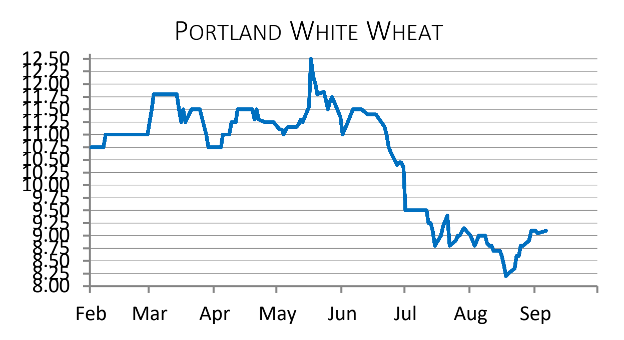
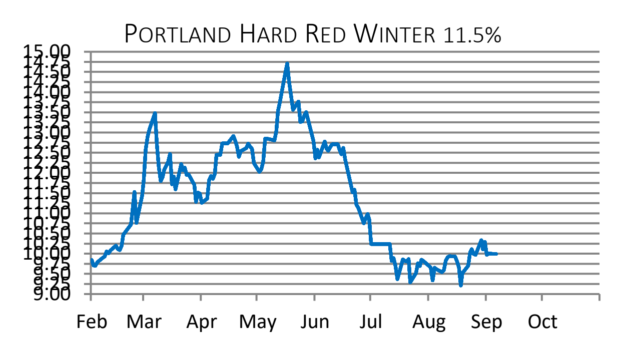
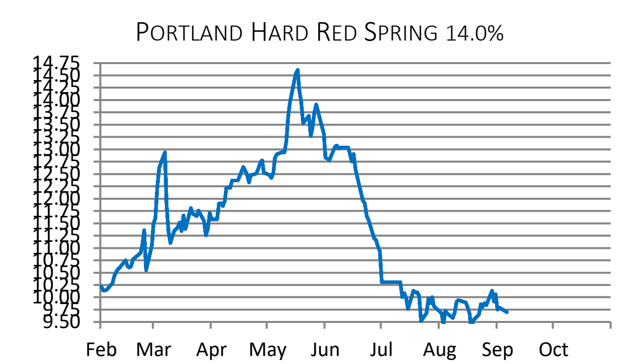
EST. 1916

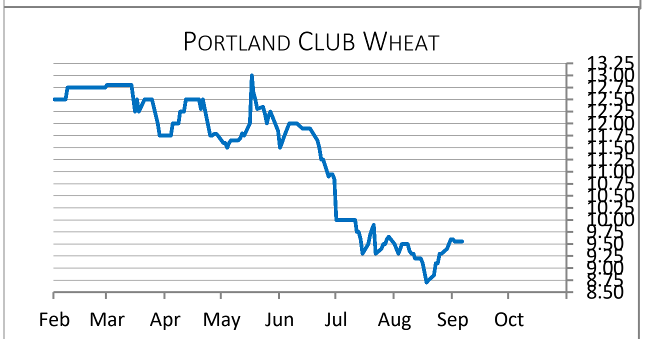
Tuesday, September 6, 2022

Market Summary









Same Pro Scale as SWW

<u>Wheat futures are trading mixed this morning,</u> down 1 to up 3 cents in the **DECEMBER** futures, after trading double digits higher in the overnight session. Weather seems to be pretty much giving everyone what we want in the US. The winter wheat belt is getting good moisture to set up their planting and the northern plains are dry enough to get some spring wheat harvest done. The PNW hopefully will stay dry a little longer and the corn belt is getting moisture that they don't neccessarily want but it isn't hurting anything. The US Dollar climbed up to another high point trading above 110 currently. Russia has shut off natural gas flows to Germany and are at about half capacity for what is flowing into the EU through Ukraine. They are hoping to leverage this into a lifting of sanctions imposed on them. On top of this, OPEC announced a production cut to keep energy prices high. Bottom line is for a huge increase in natural gas prices and possibly a cold winter for EU nations. Remember that the production of fertilizer requires the use of natural gas so we might see some effect on the Global grain balance sheet from reduced acres or losses of yield.

<u>Australia expects another large wheat crop</u>. ABARES forecasts production at 32.2 MMT which would be the second highest on record (still down 11% from last year's record total). Russia looks to be having a bumper crop almost in the books, although with some quality issues due to excessive moisture. Ukraine will likely struggle to get fall crops planted with everything they are dealing with.

<u>Weekend demand news</u>: South Korea purchased 65k MT of Australian feed what and tendered to buy up to 140,000 MT of opt origin corn. Taiwan tendered to buy 55,375 MT of US milling wheat. Iraq bought 100k MT of US HRW in a direct purchase at $494/MT for Sept-Oct shipment. Ukraine estimates ag products exports will total about 50 MMT, with production at 60-65 MMT. Their ag exports reached 4.5 MMT in August, up from 2.75 MMT in July.

<u>Cash Futures Prices:</u> Chicago **DEC** is up 3 at 814, KC **DEC** is up 1 at 878 and MPLS **DEC** is down 1 at 888. US Dollar is trading 0.65 higher at 110.18.

Cash Grain Bids: Delivered Portland

	SWW Bushel	*CLUB* Bushel	HRW 11.5% Bushel	DNS 14.0% Bushel	BARLEY Ton
SEP	9.10	9.60	9.99	9.70	235.00
OCT	9.12	9.62	9.99	9.70	235.00
NOV	9.14	9.64	9.99	9.70	235.00
DEC	9.16	9.16	9.99	9.70	235.00
JAN	9.18	9.18	10.00	9.81	235.00
FEB	9.20	9.20	10.00	9.81	235.00

PROTEIN SCALES

HRW: + 5 cents each 1/2% above 11.5% to 13.0%; - 10 cents each 1/2% below 11.5%

DNS: + 2 cents each 1/4% above 14.0% to 15.5%; - 04 cents each 1/4% below 14.0%

SWW: No Discount or Premium from 10.5% pro. New crop Sww: Market scale based on 10.5% pro.

** CLUB WHEAT MAX 10.5% PROTEIN ONLY **