

## Reminder: USDA WASDE reports out tonight

- The USDA will release the WASDE tonight. With the ructions that have been occurring with the Black Sea spring crop this will be a critically important report.
- The most important aspect of this month's report will be the extent of the production downgrades to Black Sea wheat crops, the reduction in exports from that region, and the associated increase in US wheat exports.
- Below is a preview of private trade estimates, where available, based on Bloomberg and Reuters surveys. We will release a full review of the results tomorrow morning.

### Key expectations

- World wheat production is expected to be cut by 11mt to 650mt, and global wheat stocks to 178.8mt. But at a global level this is still comfortable.
- US wheat production is expected to be raised but US stocks are expected to be trimmed because of improved exports. Nonetheless, US wheat stocks are still forecast at high levels..
- US corn yields are expected to be raised, resulting in larger US corn crops. But stocks are expected to be trimmed.
- US old crop soybean stocks are expected to be trimmed. But US soybean yields and output is forecast higher.
- Higher US cotton production is expected to outweigh increased exports, resulting in increased US carry-out supplies. But they will still be tight.

### Data tables

US WHEAT		2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2010/11	2010/11
		Actual	Actual	Actual	Actual	Actual	Actual	USDA Jul Est.	Avg Trade Est.	USDA Aug Est.
Yield	(bpa)	43.20	42.00	38.70	40.20	44.90	44.400	45.900	~	~
Area Planted	(m ac)	59.70	57.20	57.30	60.50	63.20	59.100	54.300	~	~
Area Harvested (Implied)	(m ac)	50.00	50.10	46.80	51.00	55.70	49.900	48.300	~	~
Production	(bn bu)	2.158	2.105	1.812	2.051	2.499	2.216	2.216	2.230	~
Consumption	(bn bu)	1.169	1.152	1.140	1.051	1.260	1.149	1.196	~	~
Exports	(bn bu)	1.066	1.003	0.908	1.263	1.015	0.865	1.000	~	~
Ending Stocks	(bn bu)	0.540	0.571	0.456	0.306	0.657	0.973	1.093	0.965	~
Ending Stocks to Disposal	(%)	24.2%	26.5%	22.3%	13.2%	28.9%	48.3%	49.8%	~	#VALUE!

US CORN		2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2010/11	2010/11
		Actual	Actual	Actual	Actual	Actual	Actual	USDA Jul Est.	Avg Trade Est.	USDA Aug Est.
Yield	(bpa)	160.40	148.00	149.10	150.70	153.90	164.700	163.50	164.080	~
Area Planted	(m ac)	80.90	81.80	78.30	93.50	86.00	86.500	87.90	~	~
Area Harvested (Implied)	(m ac)	73.60	75.10	70.60	86.50	78.57	79.600	81.00	~	~
Production	(bn bu)	11.807	11.114	10.535	13.038	12.092	13.110	13.245	13.255	~
Consumption	(bn bu)	8.844	9.136	9.085	10.300	10.198	11.365	11.410	~	~
Exports	(bn bu)	1.818	2.134	2.125	2.437	1.858	1.950	1.950	~	~
Ending Stocks	(bn bu)	2.114	1.967	1.304	1.624	1.673	1.478	1.373	1.298	~
Ending Stocks to Disposal	(%)	19.8%	17.5%	11.6%	12.8%	13.9%	11.1%	10.3%	~	#VALUE!

Continued on following page.



US SOYBEAN		2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2010/11	2010/11
		Actual	Actual	Actual	Actual	Actual	Actual	USDA Jul Est.	Avg Trade Est.	USDA Aug Est.
Yield	(bpa)	42.20	43.00	42.70	41.70	39.70	44.000	42.900	43.060	~
Area Planted	(m ac)	75.20	72.00	75.50	64.70	75.70	77.500	78.900	~	~
Area Harvested (Implied)	(m ac)	74.00	71.30	74.60	64.10	74.70	76.400	78.000	~	~
Production	(bn bu)	3.124	3.063	3.188	2.677	2.967	3.359	3.345	3.357	~
Crush	(bn bu)	1.097	1.739	1.808	1.803	1.757	1.745	1.645	~	~
Seed use	(bn bu)	0.088	0.093	0.080	0.093	0.095	0.092	0.088	~	~
Exports	(bn bu)	1.097	0.940	1.116	1.159	1.283	1.460	1.370	~	~
Ending Stocks	(bn bu)	0.256	0.449	0.574	0.205	0.138	0.175	0.360	0.336	~
Ending Stocks to Disposal	(%)	11.2%	16.2%	19.1%	6.7%	4.4%	5.3%	11.6%	~	#VALUE!

US COTTON DATA		2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2010/11	2010/11
		Actual	Actual	Actual	Actual	Actual	Actual	USDA Jul Est.	Avg Trade Est.	USDA Aug Est.
Yield	(lb/ac)	855	831	814	879	813	777	845	~	~
Area Planted	(m ac)	13.66	14.25	15.27	10.83	9.47	9.150	10.910	~	~
Area Harvested	(m ac)	13.06	13.80	12.73	10.49	7.57	7.530	10.400	~	~
Production	(m bale)	23.25	23.89	21.59	19.21	12.82	12.190	18.800	18.70	~
Domestic Use	(m bale)	6.69	5.87	4.94	4.59	3.59	3.400	3.400	~	~
Exports	(m bale)	14.44	17.55	13.01	13.65	13.28	12.250	14.300	14.60	~
Ending Stocks	(m bale)	5.50	6.05	9.48	10.04	6.34	2.900	3.500	3.70	~
Ending Stocks to Disposal	(%)	26.0%	25.8%	52.8%	55.0%	37.6%	18.5%	19.8%	~	#VALUE!

WORLD WHEAT		2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2010/11	2010/11
		Actual	Actual	Actual	Actual	Actual	Actual	USDA Jul Est.	Avg Trade Est.	USDA Aug Est.
Production	(mt)	628.8	621.7	596.3	611.0	683.3	679.9	661.1	650.0	~
Consumption	(mt)	610.1	624.4	616.9	617.3	642.5	652.0	667.0	~	~
Exports	(mt)	111.2	116.2	111.2	117.2	143.4	128.8	131.3	~	~
Stocks	(mt)	151.4	147.8	127.0	122.7	165.2	193.0	187.1	178.8	~
Stocks to Use	(%)	24.8%	23.7%	20.6%	19.9%	25.7%	29.6%	28.0%	~	#VALUE!

WORLD STOCKS		2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2010/11	2010/11
		Actual	Actual	Actual	Actual	Actual	Actual	USDA Jul Est.	Avg Trade Est.	USDA Aug Est.
Wheat	(mt)	151.4	147.8	127.0	122.7	165.2	193.0	187.1	178.8	~
Corn	(mt)	131.3	123.0	108.7	129.9	147.4	139.6	141.1	137.9	~
Soybeans	(mt)	48.2	52.8	62.7	53.0	43.7	65.4	67.8	66.9	~



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