

# Kansas City Board of Trade Review

Vol. 15

Monday, January 4, 2010

No. 249

## Outside markets support KC; Basis unchanged

**KC CASH HRW WHEAT:** The basis was unchanged in Kansas City today.

**GULF HRW WHEAT, 11.0% protein:** Jan shipment was at 30 over KCBT March. Wheat for Feb shipment was 30 over March. Wheat for Mar shipment was 30 over March.

**PNW WHEAT: The Pacific Northwest** wheat markets were mixed today. Last half of December soft white wheat values were 10 cents lower at 5.00 today. First half of January hard red spring wheat values were at 139 over MGE March futures. Hard red winter wheat values for last half of December shipment were unquoted over KCBT Mar wheat futures.

See back for futures prices and commentary.

### Receipts & Shipments

#### Kansas City

Rail and truck shown in 1,000 bushels

|          | Receipts |       | Shipments |       |       |
|----------|----------|-------|-----------|-------|-------|
|          | Rail     | Truck | Rail      | Truck | Barge |
| Wheat    | 7        | 16    | 0         | 1     | 0     |
| Corn     | 0        | 17    | 0         | 36    | 0     |
| Soybeans | 0        | 3     | 1         | 3     | 0     |
| Sorghum  | 0        | 1     | 0         | 0     | 0     |
| Oats     | 0        | 0     | 0         | 0     | 0     |
| Total    | 7        | 36    | 1         | 40    | 0     |

#### Hutchinson

|          | Receipts |       | Shipments |       |
|----------|----------|-------|-----------|-------|
|          | Rail     | Truck | Rail      | Truck |
| Wheat    | 0        | 5     | 0         | 0     |
| Corn     | 0        | 0     | 0         | 0     |
| Soybeans | 0        | 0     | 0         | 0     |
| Sorghum  | 0        | 1     | 0         | 0     |
| Oats     | 0        | 0     | 0         | 0     |
| Total    | 0        | 6     | 0         | 0     |

#### Wichita

|          | Receipts |       | Shipments |       |
|----------|----------|-------|-----------|-------|
|          | Rail     | Truck | Rail      | Truck |
| Wheat    | 26       | 1     | 27        | 0     |
| Corn     | 0        | 0     | 0         | 0     |
| Soybeans | 119      | 4     | 0         | 0     |
| Sorghum  | 33       | 7     | 0         | 0     |
| Oats     | 0        | 0     | 0         | 0     |
| Total    | 178      | 11    | 27        | 0     |

#### Salina

|          | Receipts |       | Shipments |       |
|----------|----------|-------|-----------|-------|
|          | Rail     | Truck | Rail      | Truck |
| Wheat    | 0        | 12    | 0         | 4     |
| Corn     | 0        | 1     | 0         | 0     |
| Soybeans | 0        | 6     | 0         | 0     |
| Sorghum  | 0        | 33    | 360       | 0     |
| Oats     | 0        | 0     | 0         | 0     |
| Total    | 0        | 52    | 360       | 4     |

### KC Spot HRW Wheat

Protein premiums and changes; Basis K.C. Mar

|           | Basis Range | Change | Protein   | Basis Range | Change |
|-----------|-------------|--------|-----------|-------------|--------|
| Ordinary  | -33/-18     | +0/0   | 11.00 PCT | -27/-12     | +0/0   |
| 11.20 PCT | -16/-1      | +0/0   | 11.40 PCT | -4/11       | +0/0   |
| 11.60 PCT | 2/17        | +0/0   | 11.80 PCT | 2/17        | +0/0   |
| 12.00 PCT | 8/23        | +0/0   | 12.20 PCT | 8/23        | +0/0   |
| 12.40 PCT | 8/23        | +0/0   | 12.60 PCT | 21/36       | +0/0   |
| 12.80 PCT | 24/39       | +0/0   | 13.00 PCT | 26/41       | +0/0   |
| 13.20 PCT | 31/46       | +0/0   | 13.40 PCT | 43/58       | +0/0   |
| 13.60 PCT | 65/80       | +0/0   | 13.80 PCT | 65/80       | +0/0   |
| 14.00 PCT | 65/80       | +0/0   | SRW       | -55/20      | +0/0   |

### KC Truck Bids

Bids posted as of the close today.

No. 2 Sorghum is in cwt.

|          | Basis          | Range    |       |
|----------|----------------|----------|-------|
| HRW      | - 74 @ - 65 H  | 4.77 to  | 4.86  |
| SRW      | - 115 @ - 92 H | 4.36 to  | 4.59  |
| Corn     | - 35 @ - 22 H  | 3.84 to  | 3.97  |
| Milo     | - 80 @ - 67 H  | 6.05 to  | 6.29  |
| Soybeans | - 40 @ - 35 H  | 10.18 to | 10.23 |

### HRW Wheat Regional Truck Bids

|                |     |     |     |
|----------------|-----|-----|-----|
| KC, MO         | -65 | Mar | n/a |
| Dodge City, KS | -90 | Mar | n/a |
| Hutchinson, KS | -75 | Mar | n/a |
| Salina, KS     | -70 | Mar | n/a |
| Wichita, KS    | -35 | Mar | n/a |
| Enid, OK       | u/q | Mar | n/a |
| Texas Gulf     | u/q | Mar | n/a |

\*All truck bids quoted from previous days business

### Elevator Stocks

Stocks in regular elevators, in 1,000 bus.

|            | Kansas City |        |          | Wichita |      |         |
|------------|-------------|--------|----------|---------|------|---------|
|            | Today       | Change | Year Ago | Today's | Chg  | Yr. Ago |
| Wheat      | 20,566      | 21     | 14,440   | 21,834  | 0    | 14,791  |
| Corn       | 5,240       | -22    | 6,485    | 332     | 0    | 1,510   |
| Soybeans   | 1,482       | 5      | 3,785    | 1,700   | 122  | 1,173   |
| Sorghum    | 140         | 1      | 750      | 3,198   | 40   | 3,928   |
| Oats       | 0           | 0      | 26       | 0       | 0    | 0       |
| All Grain  | 27,429      | 5      | 25,486   | 27,062  | 162  | 21,402  |
| Hutchinson |             |        |          |         |      |         |
| Wheat      | 25,331      | 5      | 15,323   | 23,039  | 5    | 15,684  |
| Corn       | 336         | 0      | 12       | 824     | 8    | 761     |
| Soybeans   | 711         | 0      | 2,740    | 1,609   | 6    | 2,407   |
| Sorghum    | 3,919       | 1      | 7,346    | 6,797   | -342 | 8,232   |
| Oats       | 0           | 0      | 0        | 0       | 0    | 0       |
| All Grain  | 30,297      | 6      | 25,421   | 32,268  | -323 | 27,085  |
| Salina     |             |        |          |         |      |         |

### KC Millfeed Prices

Hoppers..... 95 to 100  
Interior Trucks ..... 110 to 115

# Kansas City Board of Trade Review

January 4, 2010

|  | Futures Prices<br>Quotes for January 4, 2010 |        |        |        |        | Chg  | Open Interest<br>Quotes for December 31, 2009 |         |           | Change |        |
|--|--|--------|--------|--------|--------|------|---|---------|-----------|--------|--------|
|  | Open   | High   | Low    | Close  | Volume |      | Open  |         |           |        |        |
| <b>KANSAS CITY - Hard Red Winter Wheat</b> |  |        |        |        |        |      |   |         |           |        |        |
| Mar  | 547-51                                       | 553.4  | 547.0  | 550.6  | +      | 14.4 | Mar   | 3,587   | 61,152    | -      | 319    |
| May  | 564.4  | 564.4  | 561.4  | 562.2  | +      | 14.4 | May   | 1,007   | 13,775    | +      | 309    |
| Jul  | 575.0  | 576.6  | 573.0  | 574.4  | +      | 14.6 | Jul   | 1,364   | 30,154    | +      | 317    |
| Sep  | 588.0  | 588.0  | 585.0  | 586.2  | +      | 14.6 | Sep   | 26      | 3,256     | +      | 3      |
| Dec  | 603.0  | 603.0  | 603.0  | 604.6  | +      | 14.2 | Dec   | 608     | 35,997    | +      | 270    |
|  |  |        |        |        |        |      | Total   | 6,623   | 145,279   | -      | 28     |
| <b>Chicago - Wheat</b>                     |  |        |        |        |        |      |   |         |           |        |        |
| Mar  | 554-54.4                                     | 561.0  | 553.6  | 557.6  | +      | 16.2 | Mar   | 14,383  | 181,773   | -      | 328    |
| May  | 571.2  | 571.2  | 571.2  | 570.6  | +      | 15.6 | May   | 1,618   | 43,043    | +      | 3      |
| Jul  | 578.4-79                                     | 584.6  | 578.0  | 581.6  | +      | 15.6 | Jul   | 3,896   | 65,225    | +      | 555    |
|  |  |        |        |        |        |      | Total   | 22,843  | 362,341   | +      | 1,042  |
| <b>Chicago-Corn</b>                        |  |        |        |        |        |      |   |         |           |        |        |
| Mar  | 423.2-24                                     | 426.0  | 413.4  | 418.4  | +      | 4.0  | Mar   | 56,667  | 490,792   | +      | 2,778  |
| May  | 432.4-34                                     | 435.0  | 424.0  | 428.6  | +      | 4.4  | May   | 11,642  | 122,611   | +      | 251    |
| Jul  | 441-41.4                                     | 443.0  | 434.0  | 437.0  | +      | 4.0  | Jul   | 14,529  | 112,799   | +      | 3,598  |
|  |  |        |        |        |        |      | Total   | 104,550 | 1,001,603 | +      | 11,284 |
| <b>Chicago-Oats</b>                        |  |        |        |        |        |      |   |         |           |        |        |
| Mar  | 279.0  | 279.0  | 278.0  | 279.0  | +      | 2.0  | Mar   | 1,634   | 9,582     | +      | 405    |
| May  | 287.0  | 287.0  | 287.0  | 287.0  | +      | 2.0  | May   | 84      | 929       | +      | 4      |
|  |  |        |        |        |        |      | Total   | 1,777   | 12,257    | +      | 446    |
| <b>Chicago - Soybeans</b>                  |  |        |        |        |        |      |   |         |           |        |        |
| Jan  | 1057-58                                      | 1061.4 | 1042.0 | 1049.4 | +      | 9.6  | Jan   | 29,084  | 14,001    | -      | 5,825  |
| Mar  | 1067-68                                      | 1074.4 | 1050.0 | 1058.0 | +      | 9.4  | Mar   | 67,411  | 215,134   | +      | 955    |
| May  | 1071.0                                       | 1071.0 | 1057.4 | 1062.4 | +      | 8.6  | May   | 12,231  | 56,047    | +      | 869    |
|  |  |        |        |        |        |      | Total   | 123,480 | 418,115   | -      | 2,612  |
| <b>Minneapolis Wheat-Electronic</b>        |  |        |        |        |        |      |   |         |           |        |        |
| Mar  | 551.4  | 564.2  | 551.4  | 561.0  | +      | 16.0 | Mar   | 1,559   | 20,077    | +      | 315    |
| May  | 568.4  | 576.0  | 568.4  | 572.0  | +      | 15.0 | May   | 162     | 5,751     | +      | 99     |
| Jul  | 576.2  | 588.0  | 576.2  | 583.6  | +      | 14.4 | Jul   | 70      | 8,911     | -      | 5      |
|  |  |        |        |        |        |      | Total   | 2,225   | 46,589    | +      | 708    |

**KC Wheat Options**

Closing Prices of KC wheat options closest to strike levels for more active contracts, with previous close. Volume, Open Interest and Changes from previous day.

| Strk             | Cls   | Prev  | Vol   | Open  | Chg   |    |
|------------------|-------|-------|-------|-------|-------|----|
| <b>Mar Calls</b> |       |       |       |       |       |    |
| 500              | 60.1  | 50.2  | 0     | 49    | 0     |    |
| 510              | 53.0  | 44.0  | 0     | 7     | 0     |    |
| 520              | 46.3  | 38.1  | 0     | 168   | 0     |    |
| 530              | 40.3  | 32.7  | 0     | 125   | 0     |    |
| 540              | 34.7  | 28.2  | 0     | 99    | 0     |    |
| 550              | 29.7  | 24.2  | 0     | 1329  | 0     |    |
| 560              | 25.5  | 20.6  | 0     | 0     | 250   |    |
| <b>May Calls</b> |       |       |       |       |       |    |
| 520              | 67.4  | 58.6  | 0     | 11    | 0     |    |
| 530              | # N/A | # N/A | # N/A | # N/A | # N/A |    |
| 540              | —     | —     | 0     | 0     | 0     |    |
| 550              | 51.1  | 44.0  | 0     | 8     | 0     |    |
| 560              | 46.3  | 39.6  | 4     | 8     | 1     |    |
| 570              | # N/A | # N/A | # N/A | # N/A | # N/A |    |
| 580              | —     | —     | 0     | 0     | 0     |    |
| <b>Jul Calls</b> |       |       |       |       |       |    |
| 620              | 40.6  | 35.4  | 0     | 160   | 0     |    |
| 630              | 37.5  | 32.6  | 0     | 24    | 0     |    |
| 640              | 34.6  | 30.2  | 0     | 5     | 0     |    |
| 650              | 32.1  | 27.7  | 0     | 314   | 0     |    |
| 660              | 29.6  | 25.6  | 0     | 14    | 0     |    |
| 670              | 27.3  | 23.6  | 0     | 86    | 0     |    |
| Total Calls      |       |       | 72    | 6,634 | +     | 66 |
| <b>Mar Puts</b>  |       |       |       |       |       |    |
| 500              | 50.6  | 14.1  | 0     | 754   | 6     |    |
| 510              | 47.8  | 17.6  | 0     | 72    | +     |    |
| 520              | 44.5  | 22.0  | 0     | 376   | 0     |    |
| 530              | 40.5  | 26.5  | 2     | 142   | +     |    |
| 540              | 35.9  | 32.0  | 0     | 15    | 0     |    |
| 550              | 30.9  | 38.0  | 0     | 465   | 0     |    |
| 560              | 25.3  | 44.4  | 0     | 134   | 0     |    |
| <b>May Puts</b>  |       |       |       |       |       |    |
| 420              | —     | —     | 0     | 0     | 0     |    |
| 430              | —     | —     | 0     | 0     | 0     |    |
| 440              | 4.7   | 6.7   | 0     | 4     | 0     |    |
| 450              | 6.3   | 8.5   | 0     | 45    | 0     |    |
| 460              | # N/A | # N/A | # N/A | # N/A | # N/A |    |
| 470              | —     | —     | 0     | 0     | 0     |    |
| 480              | —     | —     | 0     | 0     | 0     |    |
| <b>Jul Puts</b>  |       |       |       |       |       |    |
| 480              | 17.5  | 21.3  | 0     | 709   | 0     |    |
| 490              | 20.5  | 24.6  | 0     | 32    | 0     |    |
| 500              | 23.7  | 28.3  | 0     | 221   | 0     |    |
| 510              | 27.3  | 32.3  | 0     | 10    | 0     |    |
| 520              | 31.2  | 36.6  | 0     | 40    | 0     |    |
| Total Puts       |       |       | 47    | 5,971 | +     | 39 |

## KCBT Wheat Futures

Kansas City wheat futures rallied today, finding support from a weaker U.S. Dollar and strength in outside markets, according to traders. Anticipation of the funds rebalancing positions later this week and price activity today led to buying interest in wheat futures today, extending from last week, traders added. Strength in gold and crude oil futures largely influenced gains in wheat futures today.

KC Mar wheat settled 14 1/2 cents higher at \$5.50 3/4.

Today's trading volume was estimated at 12,834 contracts.

## Gulf Grain Bids

HRW wheat bids basis track rail at Galveston/Houston, TX on KCBT futures; SRW wheat, corn and soybeans basis Chicago

| Shp.                                  | HRW-Rail |    |   | Soft Red-Barge |       |
|---------------------------------------|----------|----|---|----------------|-------|
| Jan                                   | +        | 30 | H | +              | 20 H  |
| Feb                                   | +        | 30 | H | +              | 15 H  |
| Mar                                   | +        | 30 | H | +              | 15 H  |
| <b>Corn-Barge</b>                     |          |    |   |                |       |
| Jan                                   | +        | 19 | H | +              | 50 F  |
| Feb                                   | +        | 36 | H | +              | 49 F  |
| Mar                                   | +        | 40 | H | +              | 25 H  |
| <b>Soybeans-Barge</b>                 |          |    |   |                |       |
|                                       |          |    |   | +              | u/q H |
| <b>Texas Gulf Ports/Track Sorghum</b> |          |    |   |                |       |

## Nominal Range for Cash Prices

| HRW Wheat      |           | SRW Wheat  |                           |
|----------------|-----------|------------|---------------------------|
| No. 1          | \$473.0 @ | \$485.4    | No. 1 \$492.0 @ \$573.4   |
| No. 2          | \$472.0 @ | \$485.0    | No. 2 \$491.0 @ \$573.0   |
| No. 3          | \$461.0 @ | \$484.0    | No. 3 \$480.0 @ \$572.0   |
| No. 4          | \$453.0 @ | \$480.4    | No. 4 \$472.0 @ \$568.4   |
| Yellow Corn    |           | White Corn |                           |
| No. 2          | \$381.4 @ | \$404.2    | No. 2 \$428.0 @ \$436.0   |
| No. 3          | \$361.4 @ | \$403.2    |                           |
| No. 4          | \$341.4 @ | \$402.2    | No. 1 \$1010.2 @ \$1039.6 |
| <b>Sorghum</b> |           |            |                           |
| per cwt.       |           | per bus.   |                           |
| No. 2          | \$601.0 @ | \$642.0    | No. 2 \$336.4 @ \$359.2   |
| No. 3          | \$565.0 @ | \$633.0    | No. 3 \$316.4 @ \$354.2   |
| No. 4          | \$529.0 @ | \$624.0    | No. 4 \$296.4 @ \$349.2   |