

# Kansas City Board of Trade Review

Vol. 16

Tuesday, January 12, 2010

No. 7

## Wheat plummets on stocks data; Basis fully steady

**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 unchanged to higher today. First half of January soft white wheat values were unchanged at 5.05 today. First half of January hard red spring wheat values were 3 cents higher at 138 over MGE March futures. Hard red winter wheat values for first half of January shipment were 4 cents higher at 42 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	0	5	33	21	0
Corn	0	5	0	4	0
Soybeans	0	4	0	7	0
Sorghum	0	1	0	0	0
Oats	0	0	0	0	0
Total	0	14	33	31	0

#### Hutchinson

	Receipts		Shipments	
	Rail	Truck	Rail	Truck
Wheat	0	6	0	20
Corn	0	1	0	0
Soybeans	0	4	0	0
Sorghum	0	4	0	0
Oats	0	0	0	0
Total	0	15	0	20

#### Wichita

	Receipts		Shipments	
	Rail	Truck	Rail	Truck
Wheat	168	18	47	0
Corn	0	0	0	0
Soybeans	0	6	378	0
Sorghum	57	8	0	0
Oats	0	0	0	0
Total	225	32	425	0

#### Salina

	Receipts		Shipments	
	Rail	Truck	Rail	Truck
Wheat	0	10	353	3
Corn	0	5	0	0
Soybeans	0	141	0	0
Sorghum	0	90	0	0
Oats	0	0	0	0
Total	0	246	353	3

### KC Spot HRW Wheat

Protein premiums and changes; Basis K.C. Mar

	Basis Range	Change	Protein	Basis Range	Change
Ordinary	-31/-16	+0/0	11.00 PCT	-25/-10	+0/0
11.20 PCT	-16/-1	+0/0	11.40 PCT	3/18	+0/0
11.60 PCT	3/18	+0/0	11.80 PCT	3/18	+0/0
12.00 PCT	13/28	+0/0	12.20 PCT	13/28	+0/0
12.40 PCT	13/28	+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	-55/35	+0/0

### KC Truck Bids

Bids posted as of the close today.

No. 2 Sorghum is in cwt.

	Basis	Range	
HRW	- 74 @ - 65 H	4.60 to	4.69
SRW	- 115 @ - 92 H	4.19 to	4.42
Corn	- 27 @ - 20 H	3.66 to	3.73
Milo	- 80 @ - 67 H	5.59 to	5.82
Soybeans	- 40 @ - 35 H	9.38 to	9.43

### HRW Wheat Regional Truck Bids

KC, MO	-65	Mar	unch
Dodge City, KS	-90	Mar	unch
Hutchinson, KS	-75	Mar	unch
Salina, KS	-70	Mar	unch
Wichita, KS	-40	Mar	-5
Enid, OK	-60	Mar	unch
Texas Gulf	+25	Mar	unch

\*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	20,522	-49	14,002	21,616	138	14,199
Corn	4,594	1	7,053	332	0	1,392
Soybeans	1,189	-4	3,519	1,164	-371	1,066
Sorghum	162	1	798	3,671	65	3,967
Oats	0	0	26	0	0	0
All Grain	26,467	-51	25,397	26,782	-168	20,624
	Hutchinson			Salina		
Wheat	24,517	-15	14,765	22,164	-348	15,387
Corn	337	1	12	796	5	764
Soybeans	727	4	2,859	1,575	140	1,959
Sorghum	3,532	4	7,419	6,101	87	8,460
Oats	0	0	0	0	0	0
All Grain	29,112	-6	25,055	30,636	-115	26,570

### KC Millfeed Prices

Hoppers..... 110 to 115  
Interior Trucks ..... 125 to 130

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	Futures Prices Quotes for January 12, 2010					Open Interest Quotes for January 11, 2010		
	Open	High	Low	Close	Chg	Volume	Open	Change
<b>KANSAS CITY - Hard Red Winter Wheat</b>								
Mar	551.40	551.0	518.4	534.0	- 32.0	8,109	59,501 +	180
May	551.0	551.0	531.0	545.6	- 31.4	1,105	14,803 +	369
Jul	569.60	569.0	543.4	557.6	- 31.0	976	29,950 +	196
Sep	568.0	572.0	555.0	569.0	- 31.2	190	3,752 +	76
Dec	582.4	582.4	582.4	587.4	- 31.6	504	37,438 +	232
Total						10,941	146,613 +	1,097
<b>Chicago - Wheat</b>								
Mar	556.0	556.0	522.0	535.6	- 36.6	46,168	188,934 +	6,420
May	581.4	581.6	536.0	548.6	- 36.0	7,000	47,544 +	282
Jul	559.0	560.2	547.0	559.2	- 35.2	8,227	66,400 +	404
Total						65,548	379,156 +	7,716
<b>Chicago-Corn</b>								
Mar	400.0	400.0	392.4	392.4	- 30.0	135,979	528,876 +	12,651
May	403.0	407.0	403.0	403.0	- 30.0	26,037	141,504 +	3,228
Jul	414.0	414.0	411.2	411.2	- 30.0	27,632	130,666 +	5,132
Total						219,567	1,108,843 +	29,443
<b>Chicago-Oats</b>								
Mar	252.4	252.4	252.4	252.4	- 15.4	796	9,718 +	194
May	—	—	—	261.0	- 15.2	47	1,084 +	23
Total						866	12,607 +	225
<b>Chicago - Soybeans</b>								
Jan	980.0	980.0	963.0	969.4	- 32.2	7,286	4,585 -	1,304
Mar	990.0	990.0	970.0	978.0	- 32.4	76,745	225,350 +	1,950
May	993.0	993.0	978.0	985.6	- 31.4	13,949	60,182 +	2,038
Total						116,697	435,655 +	5,269
<b>Minneapolis Wheat-Electronic</b>								
Mar	574.0	574.0	531.0	540.6	- 37.2	3,197	19,359 +	521
May	585.0	585.0	543.4	553.6	- 35.6	647	6,924 +	109
Jul	597.2	597.2	555.0	564.4	- 37.4	689	9,083 +	172
Total						5,755	48,200 +	1,380

**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>					
480	60.0	88.3	0	293	- 184
490	52.3	79.4	0	42	0
500	45.2	71.0	0	49	0
510	38.6	62.7	2	9	+ 1
520	32.7	55.2	0	168	0
530	27.5	48.2	0	125	0
540	23.1	41.6	0	0	- 99
<b>May Calls</b>					
560	35.7	52.6	0	8	0
570	—	—	0	0	0
580	28.5	43.2	0	2	0
590	—	—	0	0	0
600	22.5	35.1	0	1	0
610	—	—	0	0	0
620	17.6	28.3	0	5	0
<b>Jul Calls</b>					
600	38.1	52.3	2	108	+ 1
610	35.0	48.4	0	8	0
620	32.1	44.7	0	160	0
630	29.4	41.4	0	24	0
640	27.1	38.3	0	8	0
650	24.7	35.3	0	202	0
Total Calls			17	7,411	+ 174
<b>Mar Puts</b>					
450	58.3	0.5	0	268	0
460	57.3	1.0	0	105	0
470	55.8	1.5	0	1127	0
480	53.9	2.3	0	198	0
490	51.7	3.4	0	0	0
500	48.7	5.0	0	0	0
510	45.4	7.0	0	74	0
520	41.3	9.3	0	376	0
<b>May Puts</b>					
510	—	—	0	0	0
520	29.0	17.0	48	48	3
530	33.5	22.5	0	3	0
540	38.6	26.4	0	40	0
550	—	—	0	0	0
560	—	—	0	0	0
570	—	—	0	0	0
<b>Jul Puts</b>					
510	30.6	22.1	0	10	0
520	35.0	26.1	1	43	1
530	39.4	29.2	48	78	31
540	44.4	33.2	0	15	0
550	49.5	37.4	6	152	6
Total Puts			118	6,124	+ 101

## KCBT Wheat Futures

Bearish USDA supply and demand reports this morning sent grain commodities into lower territory today, with Kansas City wheat futures settling 31 to 32 cents lower on the day. CBOT corn futures traded at limit-lower levels of 30 cents throughout the day.

The USDA cut wheat usage in seed use, feed use and export categories, thus raising U.S. wheat carryout from 900 million bushels to 976 million bushels. U.S. wheat carryout has not approached 1 billion bushels in many years, traders said. Initial seeded acreage for wheat was friendly, but the carryout numbers overshadowed the otherwise remarkable seeding numbers, traders said. Greater-than-anticipated production numbers for corn and soybeans pressured row crops, traders added. KC Mar wheat settled 32 cents lower at \$5.34. Today's trading volume was estimated at 22,791 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	+ 15	H
Feb	+	30	H	+ 15	H
Mar	+	30	H	+ 15	H
<b>Corn-Barge</b>					
Jan	+	36	H	+ 55	F
Feb	+	38	H	+ 49	F
Mar	+	41	H	+ 25	H
<b>Texas Gulf Ports/Track Sorghum</b>					
				+ 25	H

## Nominal Range for Cash Prices

HRW Wheat		SRW Wheat	
No. 1	\$444.4 @	\$486.0	No. 1 \$463.4 @ \$586.0
No. 2	\$443.4 @	\$485.4	No. 2 \$462.4 @ \$585.4
No. 3	\$432.4 @	\$484.4	No. 3 \$451.4 @ \$584.4
No. 4	\$424.4 @	\$481.0	No. 4 \$443.4 @ \$581.0
Yellow Corn		White Corn	
No. 2	\$365.4 @	\$398.0	No. 2 \$428.0 @ \$435.0
No. 3	\$345.4 @	\$397.0	
No. 4	\$325.4 @	\$396.0	No. 1 \$929.0 @ \$978.0
<b>Sorghum</b>			
per cwt.		per bus.	
No. 2	\$558.0 @	\$627.0	No. 2 \$312.4 @ \$351.0
No. 3	\$522.0 @	\$618.0	No. 3 \$292.4 @ \$346.0
No. 4	\$487.0 @	\$609.0	No. 4 \$272.4 @ \$341.0