

# Kansas City Board of Trade Review

Vol. 16

Tuesday, February 2, 2010

No. 21

## Short covering in KC wheat; Basis unchanged to 5c lower

**KC CASH HRW WHEAT:** The basis was unchanged to 5 cents lower today, with the 11.8 proteins 4 cents lower, the 12.0 proteins 2 cents lower, and the 12.2 proteins 5 cents lower.

**GULF HRW WHEAT, 11.0% protein:** Feb shipment was at 34 over KCBT March. Wheat for Mar shipment was 35 over March. Wheat for Apr shipment was u/q over May.

**PNW WHEAT:** The Pacific Northwest wheat markets were unchanged to lower today. First half of February soft white wheat values were 5 cents lower at 4.90 today. First half of February hard red spring wheat values were unchanged at 170 over MGE March futures. Hard red winter wheat values for first half of February shipment were unchanged at 47c 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	27	34	0	0
Corn	0	99	32	0	0
Soybeans	0	17	21	0	0
Sorghum	0	0	0	8	0
Oats	0	0	0	0	0
Total	0	143	87	8	0

#### Hutchinson

	Receipts		Shipments	
	Rail	Truck	Rail	Truck
Wheat	0	1	0	0
Corn	0	0	0	0
Soybeans	0	5	0	0
Sorghum	0	12	0	0
Oats	0	0	0	0
Total	0	18	0	0

#### Wichita

	Receipts		Shipments	
	Rail	Truck	Rail	Truck
Wheat	94	33	0	7
Corn	0	2	0	0
Soybeans	0	4	0	0
Sorghum	0	15	415	0
Oats	0	0	0	0
Total	94	54	415	7

#### Salina

	Receipts		Shipments	
	Rail	Truck	Rail	Truck
Wheat	0	2	727	0
Corn	0	3	78	0
Soybeans	0	52	375	7
Sorghum	0	88	299	1
Oats	0	0	0	0

### KC Spot HRW Wheat

Protein premiums and changes; Basis K.C. Mar

	Basis Range	Change	Protein	Basis Range	Change
Ordinary	-26/-11	+0/0	11.00 PCT	-15/0	+0/0
11.20 PCT	-3/12	+0/0	11.40 PCT	21/36	+0/0
11.60 PCT	24/39	+0/0	11.80 PCT	25/40	-4/-4
12.00 PCT	29/44	-2/-2	12.20 PCT	29/44	-5/-5
12.40 PCT	36/51	+0/0	12.60 PCT	36/51	+0/0
12.80 PCT	36/51	+0/0	13.00 PCT	36/51	+0/0
13.20 PCT	36/51	+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	-55/40	+0/0

### KC Truck Bids

Bids posted as of the close today.

No. 2 Sorghum is in cwt.

	Basis	Range	
HRW	- 70 @ - 60 H	4.29 to	4.39
SRW	- 95 @ - 90 H	4.04 to	4.09
Corn	- 25 @ - 13 H	3.40 to	3.52
Milo	- 55 @ - 53 H	5.54 to	5.57
Soybeans	- 22 @ - 17 H	9.04 to	9.09

### HRW Wheat Regional Truck Bids

KC, MO	-65	Mar	unch
Dodge City, KS	-90	Mar	unch
Hutchinson, KS	-70	Mar	unch
Salina, KS	-73	Mar	unch
Wichita, KS	unq	Mar	unch
Enid, OK	-60	Mar	unch
Texas Gulf	+30	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	20,296	-8	13,556	20,646	120	12,613
Corn	4,814	67	7,505	296	2	1,184
Soybeans	1,222	-4	3,470	866	4	861
Sorghum	173	-8	788	3,620	-401	4,004
Oats	0	0	26	0	0	0
All Grain	26,505	47	25,344	25,429	-274	18,663
	Salina					
Wheat	22,767	11	13,808	20,418	-721	14,459
Corn	336	-2	0	617	-75	760
Soybeans	778	6	2	574	-330	1,672
Sorghum	3,723	10	1,389	5,619	-211	8,000
Oats	0	0	7,600	0	0	0
All Grain	27,604	25	22,798	27,229	-1,337	24,891

### KC Millfeed Prices

Hoppers..... 105 to 110  
Interior Trucks ..... 115 to 120

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February 2, 2010

	Futures Prices Quotes for February 2, 2010					Open Interest Quotes for February 1, 2010		
	Open	High	Low	Close	Chg	Volume	Open	Change
<b>KANSAS CITY - Hard Red Winter Wheat</b>								
Mar	492.4	503.0	492.4	499.0	+ 11.4	9,033	45,928	- 1,885
May	505.6	514.4	505.2	511.0	+ 11.4	2,861	26,386	+ 1,321
Jul	519.0	525.6	517.0	522.0	+ 11.4	1,732	30,574	- 633
Sep	534.4	534.4	534.4	533.6	+ 11.4	52	4,336	- 92
Dec	551.0	551.0	551.0	551.0	+ 11.2	880	40,220	- 385
Total						14,657	148,961	- 1,622
<b>Chicago - Wheat</b>								
Mar	481.0	491.0	480.0	487.2	+ 12.4	57,026	163,537	- 3,339
May	496.4	503.4	496.4	501.4	+ 12.0	23,524	90,513	+ 5,964
Jul	510.4	517.4	510.4	513.0	+ 11.4	17,446	80,360	+ 5,083
Total						105,115	423,980	+ 9,089
<b>Chicago-Corn</b>								
Mar	362.4	367.2	361.6	365.0	+ 6.0	112,634	431,826	- 11,749
May	373.4	378.0	373.4	376.2	+ 6.0	35,241	220,140	+ 11,922
Jul	383.4	388.2	383.4	386.2	+ 6.0	23,279	158,365	+ 3,979
Total						197,113	1,159,059	+ 9,631
<b>Chicago-Oats</b>								
Mar	229.0	229.0	229.0	232.0	+ 4.0	1,550	5,638	- 943
May	—	—	—	241.2	+ 3.6	1,190	5,339	+ 981
Total						2,790	13,799	+ 50
<b>Chicago - Soybeans</b>								
Mar	907.0	930.0	907.0	925.4	+ 15.6	84,217	211,616	- 3,300
May	927.0	940.4	927.0	936.4	+ 15.6	44,230	90,731	+ 5,485
Jul	936.0	948.4	936.0	945.6	+ 17.0	23,463	69,836	+ 875
Total						164,743	475,912	+ 4,129
<b>Minneapolis Wheat-Electronic</b>								
Mar	500.4	516.6	499.2	512.2	+ 11.0	2,329	14,935	- 755
May	519.0	528.2	517.0	523.6	+ 10.6	1,340	8,340	+ 508
Jul	523.4	540.0	523.4	535.2	+ 10.6	392	10,176	- 36
Total						4,335	44,550	- 400

**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	25.1	17.1	184	318	+ 25
490	18.6	12.7	0	42	0
500	14.0	8.7	0	101	0
510	9.3	6.0	0	28	0
520	6.3	4.0	1	169	- 1
530	4.1	2.4	0	124	0
540	2.5	1.5	0	107	0
<b>May Calls</b>					
550	17.2	13.7	10	23	0
560	14.5	11.5	5	33	0
570	—	—	0	0	0
580	10.3	8.1	11	25	0
590	—	—	0	0	0
600	7.2	5.5	0	4	0
610	—	—	0	0	0
<b>Jul Calls</b>					
560	30.7	26.5	0	15	0
570	27.7	24.0	2	2	- 13
580	25.1	21.4	0	22	0
590	—	—	0	0	0
600	20.2	17.2	1	137	1
610	78.2	15.3	0	11	0
Total Calls			221	7,229	+ 51
<b>Mar Puts</b>					
470	55.9	6.5	20	1153	+ 20
480	53.9	10.3	0	205	0
490	50.4	15.3	0	30	0
500	45.6	21.3	0	759	0
510	39.7	28.4	0	0	0
520	32.7	36.3	0	0	0
530	24.9	45.0	0	308	0
540	16.5	54.0	0	12	0
<b>May Puts</b>					
450	8.2	10.6	0	45	0
460	—	—	0	0	0
470	13.7	17.4	20	90	20
480	17.3	21.4	0	54	0
490	—	—	0	0	0
500	26.0	31.3	0	15	0
510	31.0	37.0	0	35	0
<b>Jul Puts</b>					
450	15.5	18.3	0	324	0
460	18.5	21.6	0	69	0
470	22.0	25.4	20	30	20
480	25.6	28.7	0	374	0
490	29.7	34.1	0	34	0
Total Puts			67	6,473	+ 50

## KCBT Wheat Futures

A weaker U.S. Dollar influenced commodity markets across the board today. Kansas City wheat futures managed to rally off of recent lows. Outside markets influenced the strength in wheat, with crude oil and gold trading stronger, traders said. Speculative short positions and covering in Chicago also led to covering of short positions in Kansas City, traders added. Despite the gains today, traders are aware of another winter storm approaching HRW wheat areas. A system scheduled later in the week will bring more moisture to the Southern Plains, and should include areas of Kansas and an area in Nebraska, traders added. KC Mar wheat settled 11 1/2 cents higher at \$4.99. Today's trading volume was estimated at 10,174 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	
Feb	+	34	H	+ 20	H
Mar	+	35	H	+ 20	H
Apr	+	u/q	K	+ 15	K
	<b>Corn-Barge</b>			<b>Soybeans-Barge</b>	
Feb	+	46	H	+ 38	H
Mar	+	47	H	+ 40	H
Apr	+	38	K	+ 35	K
Texas Gulf Ports/Track Sorghum				+ 25	H

## Nominal Range for Cash Prices

HRW Wheat		SRW Wheat	
No. 1	\$422.4 @ \$443.0	No. 1	\$437.4 @ \$543.0
No. 2	\$421.4 @ \$442.4	No. 2	\$436.4 @ \$542.4
No. 3	\$410.4 @ \$441.4	No. 3	\$425.4 @ \$541.4
No. 4	\$402.4 @ \$438.0	No. 4	\$417.4 @ \$538.0
Yellow Corn		White Corn	
No. 2	\$333.6 @ \$354.2	No. 2	\$371.0 @ \$376.0
No. 3	\$313.6 @ \$353.2	<b>Soybeans</b>	
No. 4	\$293.6 @ \$352.2	No. 1	\$885.2 @ \$911.0
<b>Sorghum</b>			
per cwt.		per bus.	
No. 2	\$542.0 @ \$561.0	No. 2	\$303.6 @ \$314.2
No. 3	\$507.0 @ \$552.0	No. 3	\$283.6 @ \$309.2
No. 4	\$471.0 @ \$543.0	No. 4	\$263.6 @ \$304.2