

# Kansas City Board of Trade Review

Vol. 16

Monday, March 1, 2010

No. 38

## Weak U.S. exports pressure KC; Basis unchanged

**KC CASH HRW WHEAT:** There were no changes in the protein premium scale today.

**GULF HRW WHEAT, 11.0% protein:** Mar shipment was at 36 over KCBT May. Wheat for Apr shipment was u/q over May. Wheat for May shipment was u/q over May.

**PNW WHEAT:** The Pacific Northwest wheat markets were mixed today. First half of March soft white wheat values were 10 cents lower at 4.70 today. First half of March hard red spring wheat values were 2 cents higher at 169 over MGE May futures. Hard red winter wheat values for first half of March shipment were unchanged at 35 over KCBT May 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        | 20    | 18        | 13    | 0     |
| Corn     | 1        | 93    | 276       | 9     | 0     |
| Soybeans | 0        | 32    | 1         | 1     | 0     |
| Sorghum  | 0        | 2     | 0         | 3     | 0     |
| Oats     | 0        | 0     | 0         | 0     | 0     |
| Total    | 1        | 147   | 296       | 25    | 0     |

#### Hutchinson

|          | Receipts |       | Shipments |       |
|----------|----------|-------|-----------|-------|
|          | Rail     | Truck | Rail      | Truck |
| Wheat    | 0        | 18    | 266       | 0     |
| Corn     | 0        | 0     | 0         | 0     |
| Soybeans | 0        | 0     | 0         | 0     |
| Sorghum  | 0        | 16    | 0         | 0     |
| Oats     | 0        | 0     | 0         | 0     |
| Total    | 0        | 33    | 266       | 0     |

#### Wichita

|          | Receipts |       | Shipments |       |
|----------|----------|-------|-----------|-------|
|          | Rail     | Truck | Rail      | Truck |
| Wheat    | 0        | 20    | 2         | 0     |
| Corn     | 0        | 0     | 0         | 5     |
| Soybeans | 0        | 16    | 0         | 0     |
| Sorghum  | 0        | 35    | 435       | 0     |
| Oats     | 0        | 0     | 0         | 0     |
| Total    | 0        | 72    | 437       | 5     |

#### Salina

|          | Receipts |       | Shipments |       |
|----------|----------|-------|-----------|-------|
|          | Rail     | Truck | Rail      | Truck |
| Wheat    | 0        | 9     | 0         | 0     |
| Corn     | 0        | 9     | 0         | 0     |
| Soybeans | 0        | 1     | 0         | 2     |
| Sorghum  | 0        | 67    | 51        | 0     |
| Oats     | 0        | 0     | 0         | 0     |
| Total    | 0        | 86    | 51        | 2     |

### KC Spot HRW Wheat

Protein premiums and changes; Basis K.C. Mar

|           | Basis Range | Change | Protein   | Basis Range | Change |
|-----------|-------------|--------|-----------|-------------|--------|
| Ordinary  | -28/-13     | +0/0   | 11.00 PCT | -18/-3      | +0/0   |
| 11.20 PCT | -11/4       | +0/0   | 11.40 PCT | 17/32       | +0/0   |
| 11.60 PCT | 21/36       | +0/0   | 11.80 PCT | 22/37       | +0/0   |
| 12.00 PCT | 27/42       | +0/0   | 12.20 PCT | 29/44       | +0/0   |
| 12.40 PCT | 33/48       | +0/0   | 12.60 PCT | 36/51       | +0/0   |
| 12.80 PCT | 36/51       | +0/0   | 13.00 PCT | 49/64       | +0/0   |
| 13.20 PCT | 49/64       | +0/0   | 13.40 PCT | 49/64       | +0/0   |
| 13.60 PCT | 54/69       | +0/0   | 13.80 PCT | 54/69       | +0/0   |
| 14.00 PCT | 54/69       | +0/0   | SRW       | -61/49      | +0/0   |

### KC Truck Bids

Bids posted as of the close today.

No. 2 Sorghum is in cwt.

|          | Basis         | Range        |  |
|----------|---------------|--------------|--|
| HRW      | - 75 @ - 65 K | 4.35 to 4.45 |  |
| SRW      | - 70 @ - 69 K | 4.40 to 4.41 |  |
| Corn     | - 19 @ - 14 K | 3.63 to 3.68 |  |
| Milo     | - 55 @ - 55 K | 5.84 to 5.84 |  |
| Soybeans | - 15 @ - 15 K | 9.48 to 9.48 |  |

### HRW Wheat Regional Truck Bids

|                |     |     |      |
|----------------|-----|-----|------|
| KC, MO         | u/q | Mar | n/a  |
| Dodge City, KS | -90 | Mar | unch |
| Hutchinson, KS | u/q | Mar | n/a  |
| Salina, KS     | -60 | Mar | unch |
| Wichita, KS    | -40 | Mar | unch |
| Enid, OK       | -60 | May | 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     | 20,172      | -4     | 13,573   | 20,234  | 19   | 10,408  |
| Corn      | 4,810       | -193   | 7,977    | 152     | -5   | 889     |
| Soybeans  | 794         | 34     | 2,024    | 397     | 15   | 462     |
| Sorghum   | 299         | -1     | 762      | 2,620   | -402 | 3,198   |
| Oats      | 0           | 0      | 26       | 0       | 0    | 0       |
| All Grain | 26,075      | -164   | 24,362   | 23,403  | -372 | 14,958  |
|           | Hutchinson  |        |          | Salina  |      |         |
| Wheat     | 19,686      | -249   | 11,602   | 19,046  | 8    | 11,951  |
| Corn      | 330         | 0      | 0        | 686     | 8    | 674     |
| Soybeans  | 710         | 0      | 1,409    | 202     | -1   | 546     |
| Sorghum   | 4,031       | 16     | 7,421    | 5,076   | 10   | 7,193   |
| Oats      | 0           | 0      | 0        | 0       | 0    | 0       |
| All Grain | 24,756      | -234   | 20,431   | 25,009  | 26   | 20,364  |

### KC Millfeed Prices

Hoppers..... 73 to 78  
Interior Trucks ..... 90 to 95

# Kansas City Board of Trade Review

March 1, 2010

| Futures Prices<br>Quotes for March 1, 2010 |          |       |       |       | Open Interest<br>Quotes for February 26, 2010 |        |         |                   |
|--|----------|-------|-------|-------|---|--------|---------|-------------------|
|  | Open     | High  | Low   | Close | Chg   | Volume | Open    | Change            |
| <b>KANSAS CITY - Hard Red Winter Wheat</b> |          |       |       |       |   |        |         |                   |
| Mar  | 512.4    | 512.4 | 497.0 | 499.4 | - 11.4  | Mar    | 1,775   | 970 - 991         |
| May  | 517-17.4 | 519.0 | 504.0 | 510.2 | - 10.6  | May    | 7,109   | 48,060 + 341      |
| Jul  | 528-30.4 | 530.4 | 516.4 | 521.0 | - 10.6  | Jul    | 2,130   | 36,338 + 360      |
| Sep  | 530.0    | 532.4 | 530.0 | 532.2 | - 10.6  | Sep    | 112     | 5,384 - 20        |
| Dec  | 552.0    | 552.6 | 544.4 | 549.2 | - 10.4  | Dec    | 1,112   | 41,959 + 137      |
| Total                                      |          |       |       |       |   | Total  | 12,351  | 136,596 - 934     |
| <b>Chicago - Wheat</b>                     |          |       |       |       |   |        |         |                   |
| Mar  | 498.2    | 499.4 | 490.0 | 492.6 | - 13.6  | Mar    | 6,934   | 4,848 - 2,977     |
| May  | 516.0    | 517.0 | 501.0 | 504.4 | - 14.6  | May    | 49,119  | 171,417 - 1,781   |
| Jul  | 529.0    | 529.4 | 514.0 | 516.6 | - 14.4  | Jul    | 17,561  | 128,725 + 2,144   |
| Total                                      |          |       |       |       |   | Total  | 81,655  | 417,588 - 1,339   |
| <b>Chicago-Corn</b>                        |          |       |       |       |   |        |         |                   |
| Mar  | 379.0    | 379.4 | 369.6 | 370.6 | - 7.2   | Mar    | 47,785  | 27,145 - 13,167   |
| May  | 389.0    | 391.0 | 380.4 | 381.6 | - 7.2   | May    | 124,054 | 464,415 + 3,995   |
| Jul  | 400.0    | 401.4 | 391.4 | 392.4 | - 7.2   | Jul    | 34,563  | 242,348 + 5,044   |
| Total                                      |          |       |       |       |   | Total  | 235,999 | 1,112,485 + 2,057 |
| <b>Chicago-Oats</b>                        |          |       |       |       |   |        |         |                   |
| Mar  | 221.0    | 221.0 | 221.0 | 220.4 | - 0.4   | Mar    | 140     | 180 - 61          |
| May  | 229.4    | 229.4 | 229.4 | 229.4 | - 1.0   | May    | 1,033   | 9,572 - 34        |
| Total                                      |          |       |       |       |   | Total  | 1,298   | 14,048 - 77       |
| <b>Chicago - Soybeans</b>                  |          |       |       |       |   |        |         |                   |
| Mar  | 946.0    | 955.0 | 944.4 | 952.4 | + 1.4   | Mar    | 22,885  | 9,468 - 3,950     |
| May  | 956.0    | 966.0 | 954.0 | 962.4 | + 1.4   | May    | 71,838  | 192,828 + 933     |
| Jul  | 964.0    | 973.6 | 964.0 | 970.4 | + 1.4   | Jul    | 18,696  | 91,577 - 92       |
| Total                                      |          |       |       |       |   | Total  | 127,380 | 422,907 - 1,722   |
| <b>Minneapolis Wheat-Electronic</b>        |          |       |       |       |   |        |         |                   |
| Mar  | 514.6    | 514.6 | 503.0 | 505.2 | - 11.4  | Mar    | 616     | 975 - 745         |
| May  | 529.0    | 529.0 | 511.0 | 516.6 | - 12.6  | May    | 2,912   | 16,501 + 276      |
| Jul  | 540.4    | 540.4 | 522.4 | 527.6 | - 13.2  | Jul    | 611     | 10,409 + 266      |
| Total                                      |          |       |       |       |   | Total  | 4,857   | 40,628 - 170      |

**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>May Calls</b>   |      |      |     |       |      |
| 460                | —    | —    | 0   | 0     | 0    |
| 470                | 49.5 | 58.4 | 2   | 4     | +    |
| 480                | —    | —    | 0   | 0     | 0    |
| 490                | —    | —    | 0   | 0     | 0    |
| 500                | 30.7 | 38.1 | 0   | 2     | 0    |
| 510                | 25.7 | 32.4 | 30  | 76    | +    |
| 520                | 21.4 | 27.4 | 0   | 90    | 0    |
| <b>Jul Calls</b>   |      |      |     |       |      |
| 580                | 19.5 | 23.6 | 3   | 35    | +    |
| 590                | 17.2 | 21.0 | 1   | 1     | - 31 |
| 600                | 15.2 | 18.5 | 1   | 293   | 0    |
| 610                | 13.3 | 16.4 | 0   | 14    | 0    |
| 620                | 11.6 | 14.4 | 0   | 164   | 0    |
| 630                | 10.2 | 12.6 | 0   | 35    | 0    |
| 640                | 9.0  | 11.2 | 0   | 13    | 0    |
| <b>Sep Calls</b>   |      |      |     |       |      |
| 550                | —    | —    | 0   | 0     | 0    |
| 560                | —    | —    | 0   | 0     | 0    |
| 570                | 35.4 | 40.6 | 0   | 32    | 0    |
| 580                | —    | —    | 0   | 0     | 0    |
| 590                | —    | —    | 0   | 0     | 0    |
| 600                | 26.3 | 30.6 | 0   | 2     | 0    |
| <b>Total Calls</b> |      |      |     |       |      |
|                    |      |      | 100 | 4465  | +    |
| <b>May Puts</b>    |      |      |     |       |      |
| 490                | 43.8 | 13.3 | 0   | 16    | 0    |
| 500                | 39.5 | 17.1 | 0   | 161   | 0    |
| 510                | 34.5 | 21.4 | 0   | 85    | 0    |
| 520                | 28.8 | 26.4 | 0   | 98    | 0    |
| 530                | 22.6 | 32.1 | 0   | 0     | 0    |
| 540                | 15.8 | 38.2 | 0   | 0     | 0    |
| 550                | —    | —    | 0   | 0     | 0    |
| 560                | 0.9  | 52.0 | 0   | 11    | 0    |
| <b>Jul Puts</b>    |      |      |     |       |      |
| 450                | 11.3 | 9.6  | 1   | 339   | 1    |
| 460                | 14.1 | 12.1 | 1   | 67    | 1    |
| 470                | 17.2 | 14.7 | 0   | 128   | 0    |
| 480                | 20.7 | 18.1 | 0   | 378   | 0    |
| 490                | 24.6 | 21.6 | 0   | 34    | 0    |
| 500                | 29.2 | 25.6 | 1   | 219   | 1    |
| 510                | 34.0 | 30.1 | 1   | 16    | 0    |
| <b>Sep Puts</b>    |      |      |     |       |      |
| 550                | 60.4 | 55.6 | 0   | 5     | 0    |
| 560                | —    | —    | 0   | 0     | 0    |
| 570                | 73.1 | 67.5 | 0   | 15    | 0    |
| 580                | —    | —    | 0   | 0     | 0    |
| 590                | —    | —    | 0   | 0     | 0    |
| <b>Total Puts</b>  |      |      |     |       |      |
|                    |      |      | 81  | 5,016 | +    |

## KCBT Wheat Futures

Kansas City wheat futures gave back most of Friday's gains today, influenced initially by a stronger U.S. Dollar today, according to traders. Strength in the Dollar is attuned to elections in the United Kingdom and returning concerns regarding Greek debt, traders said.

Export sales for U.S. wheat are weak, traders said, with Turkey announcing they will be selling some wheat. Iraq purchased 380,000 metric tonnes of wheat, including 180,000 metric tonnes of Russian wheat, 100,000 metric tonnes of Canadian and 100,000 metric tonnes of Australian wheat, traders said. There were 50 contracts intended for delivery against the KC March contract out of Wichita this morning.

KC Mar wheat settled 11 1/2 cents lower at \$4.99 1/2.

Today's trading volume was estimated at 12,263 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 |     |
|--------------------------------|-----------|-----|---|----------------|-----|
| Mar                            | +         | 36  | K | + 32           | K   |
| Apr                            | +         | u/q | K | + 25           | K   |
| May                            | +         | u/q | K | + 28           | K   |
| <b>Corn-Barge</b>              |           |     |   |                |     |
| Mar                            | +         | 38  | H | + 40           | H   |
| Apr                            | +         | 40  | K | + 42           | H   |
| May                            | +         | 42  | K | + 42           | K   |
| <b>Soybeans-Barge</b>          |           |     |   |                |     |
|                                |           |     |   | +              | u/q |
| Texas Gulf Ports/Track Sorghum |           |     |   |                |     |

## Nominal Range for Cash Prices

| HRW Wheat       |           |         | SRW Wheat       |           |         |
|-----------------|-----------|---------|-----------------|-----------|---------|
| No. 1           | \$429.0 @ | \$454.0 | No. 1           | \$443.0 @ | \$568.0 |
| No. 2           | \$428.0 @ | \$453.4 | No. 2           | \$442.0 @ | \$567.4 |
| No. 3           | \$417.0 @ | \$452.4 | No. 3           | \$431.0 @ | \$566.4 |
| No. 4           | \$409.0 @ | \$449.0 | No. 4           | \$423.0 @ | \$563.0 |
| Yellow Corn     |           |         | White Corn      |           |         |
| No. 2           | \$361.2 @ | \$378.0 | No. 2           | \$403.0 @ | \$412.0 |
| No. 3           | \$341.2 @ | \$377.0 | <b>Soybeans</b> |           |         |
| No. 4           | \$321.2 @ | \$376.0 | No. 1           | \$938.4 @ | \$951.4 |
| <b>Sorghum</b>  |           |         |                 |           |         |
| <b>per cwt.</b> |           |         | <b>per bus.</b> |           |         |
| No. 2           | \$581.0 @ | \$602.0 | No. 2           | \$325.2 @ | \$337.0 |
| No. 3           | \$545.0 @ | \$593.0 | No. 3           | \$302.2 @ | \$332.0 |
| No. 4           | \$509.0 @ | \$584.0 | No. 4           | \$285.2 @ | \$327.0 |