

Kansas City Board of Trade Review

Vol. 17

Tuesday, September 13, 2011

No. 175

Increasing world wheat stocks; Basis unch to 11c lower

KC CASH HRW WHEAT: The basis was unchanged to 11 cents lower, with the 11.0, 11.6 and 12.0 through 12.2 proteins 5 cents lower; 11.2 proteins 11 cents lower; and 11.4 proteins 8 cents lower.

GULF HRW WHEAT, 11.0% protein: September shipment was 68 over KCBT December. Wheat for October shipment was 83 over December. Wheat for November shipment was n/a over December.

PNW WHEAT: The Pacific Northwest wheat markets were unquoted and unchanged today. First half of September soft white wheat values were unquoted today. First half of September hard red spring wheat values were unchanged at 100 over MGE Dec futures. Hard red winter wheat values for the first half of September shipment were unchanged at 45 over KCBT Dec 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	44	81	3	0
Corn	0	149	0	12	0
Soybeans	0	11	0	3	0
Sorghum	0	0	0	0	0
Oats	0	0	0	0	0
Total	0	205	81	18	0

Hutchinson

Receipts Shipments

	Receipts		Shipments	
	Rail	Truck	Rail	Truck
Wheat	0	42	0	0
Corn	0	2	0	8
Soybeans	0	2	0	0
Sorghum	0	0	0	17
Oats	0	0	0	0
Total	0	46	0	24

Wichita

Receipts Shipments

	Receipts		Shipments	
	Rail	Truck	Rail	Truck
Wheat	63	39	28	1
Corn	0	4	0	2
Soybeans	0	0	0	0
Sorghum	0	2	0	15
Oats	0	0	0	0
Total	63	45	28	18

Salina

Receipts Shipments

	Receipts		Shipments	
	Rail	Truck	Rail	Truck
Wheat	0	128	0	0
Corn	0	73	0	17
Soybeans	0	0	0	0
Sorghum	0	0	0	22
Oats	0	0	0	0
Total	0	201	0	40

KC Spot HRW Wheat

Protein premiums and changes; Basis K.C. Dec

	Basis Range	Change	Protein	Basis Range	Change
Ordinary	15/30	+0/0	11.00 PCT	20/35	-5/-5
11.20 PCT	20/35	-11/-11	11.40 PCT	30/45	-8/-8
11.60 PCT	35/50	-5/-5	11.80 PCT	40/55	-4/-4
12.00 PCT	40/55	-5/-5	12.20 PCT	40/55	-5/-5
12.40 PCT	45/60	+0/0	12.60 PCT	45/60	+0/0
12.80 PCT	55/70	+0/0	13.00 PCT	65/80	+0/0
13.20 PCT	65/80	+0/0	13.40 PCT	65/80	+0/0
13.60 PCT	70/85	+0/0	13.80 PCT	70/85	+0/0
14.00 PCT	70/85	+0/0	SRW	-95/-35	+0/0

KC Truck Bids

Bids posted as of the close today.

No. 2 Sorghum is in cwt.

	Basis	Range	
HRW	- 55 @ - 55 Z	7.48 to 7.48	
SRW	- 50 @ - 35 Z	7.53 to 7.68	
Corn	- 12 @ - 2 Z	7.11 to 7.21	
Milo	- 50 @ - 40 Z	12.02 to 12.20	
Soybeans	- 62 @ - 60 X	13.30 to 13.32	

HRW Wheat Regional Truck Bids

KC, MO	-55	Dec	unch
Dodge City, KS	-55	Dec	unch
Hutchinson, KS	-20	Dec	unch
Salina, KS	-45	Dec	unch
Wichita, KS	+0	Dec	unch
Enid, OK	-20	Dec	unch
Texas Gulf	+50	Dec	unch

*All truck bids quoted from previous day's business

Elevator Stocks

Stocks in regular elevators, in 1,000 bus.

	Kansas City			Wichita		
	Today	Change	Year Ago	Today's	Chg	Yr. Ago
Wheat	23,489	-41	22,909	35,208	73	32,351
Corn	883	138	2,400	136	2	741
Soybeans	120	9	26	0	0	0
Sorghum	98	0	94	542	-13	1,272
Oats	0	0	0	0	0	0
All Grain	24,589	106	25,428	35,886	62	34,364
Hutchinson						
Wheat	26,613	43	30,566	29,445	128	31,387
Corn	159	-6	526	495	69	2,152
Soybeans	4	2	1	84	0	52
Sorghum	562	-17	935	1,002	-35	1,859
Oats	0	0	0	0	0	0
All Grain	27,339	22	32,028	31,026	161	35,450
Salina						

KC Millfeed Prices

Hoppers.....220 to 225
Interior Trucks.....235 to 240

Kansas City Board of Trade Review

September 13, 2011

Futures Prices Quotes for September 13, 2011					Open Interest Volume for September 12, 2011			
	Open	High	Low	Close	C h g	Volume	Open	Change
KANSAS CITY - Hard Red Winter Wheat								
Sep	—	—	—	777.4	- 25.4	21	19	12
Dec	818.20	820.4	798.0	802.4	- 23.4	16,302	91,582	1,202
Mar	830.0	830.0	812.4	816.6	- 23.4	7,607	31,580	611
May	835.0	835.0	817.4	821.2	- 24.0	834	4,071	243
Jul	833.0	833.0	813.0	817.4	- 25.6	3,807	23,195	898
Total						28,721	153,889	1,177
Chicago - Wheat								
Sep	—	—	—	688.6	- 11.0	117	61	31
Dec	722.0	722.0	699.0	702.0	- 25.2	60,426	218,432	3,227
Mar	777.4	777.4	734.0	737.0	- 25.2	18,638	78,816	2,425
Total						92,886	405,228	3,664
Chicago - Corn								
Sep	729.4	731.0	708.0	709.2	- 25.0	1,400	1,931	732
Dec	741.0	742.6	717.0	723.0	- 22.4	187,996	718,581	0
Mar	754.0	754.0	733.6	736.4	- 22.0	38,059	217,996	3,393
Total						259,929	1,230,359	4,421
Chicago - Oats								
Sep	—	—	0.0	344.0	- 1.0	3	24	3
Dec	344.0	344.0	344.0	344.0	- 1.0	1,469	12,393	332
Total						1,667	13,849	390
Chicago - Soybeans								
Sep	1386.0	1386.0	1376.0	1381.2	- 6.2	1,431	810	540
Nov	1392.0	1399.4	1383.0	1391.6	- 4.2	138,734	345,230	2,808
Jan	1405.0	1408.4	1393.4	1402.4	- 3.6	31,880	75,307	761
Total						206,966	603,358	3,002
Minneapolis Wheat-Electronic								
Sep	936.0	936.0	928.0	926.6	- 12.6	9	181	91
Dec	901.4	905.0	875.2	876.6	- 24.6	3,045	21,398	47
Mar	900.0	901.4	871.0	872.2	- 28.2	409	8,787	134
Total						3,793	42,353	23

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	C h g
Dec Calls					
840	27.6	39.3	0	108	0
850	24.5	35.4	0	306	0
860	21.6	31.7	0	157	0
870	19.2	28.4	0	26	0
880	17.0	25.4	0	317	0
890	15.0	22.7	0	247	0
900	13.1	20.3	225	386	- 69
Mar Calls					
920	26.7	35.4	0	42	+
930	24.6	32.7	0	2	+
940	—	—	0	0	+
950	20.7	28.1	0	36	+
960	—	—	0	0	+
970	—	—	0	0	+
980	16.0	22.0	0	561	+
May Calls					
910	—	—	0	0	+
920	38.2	48.5	0	300	+
930	—	—	0	0	+
940	—	—	0	0	+
950	—	—	0	0	+
960	—	—	0	0	+
Total Calls			492	9937	148
Dec Puts					
770	43.3	20.6	0	550	0
780	38.8	24.3	4	322	0
790	34.0	28.2	0	200	0
800	28.9	32.5	78	556	- 24
810	23.5	37.2	0	0	0
820	17.7	42.2	186	294	- 92
830	11.5	47.5	0	44	0
840	4.9	53.3	0	0	0
Mar Puts					
710	—	—	0	0	0
720	—	—	0	0	0
730	—	—	0	0	0
740	—	—	0	0	0
750	29.7	24.3	0	194	0
760	—	—	0	0	0
770	—	—	0	0	0
May Puts					
940	—	—	0	0	+
950	—	—	0	0	+
960	—	—	0	0	+
970	174.6	159.1	0	1	+
980	—	—	0	0	+
Total Puts			546	9559	- 74

KCBT Wheat Futures

Kansas City wheat futures traded sharply lower today on increasing awareness that world wheat stocks are increasing, according to traders. After yesterday's bearish USDA reports for both U.S. and world wheat carryout, there was more evidence out of Australia today that production is increasing. ABARE is now estimating the Australian wheat crop at 26.2 million metric tonnes, above the USDA estimate of 25 million metric tonnes, traders said. There are also reports of production increases in the Russian and European wheat crops, traders added. These growing estimates, coupled with rain in the forecast for U.S. HRW wheat areas, weighed on Kansas City wheat futures today.

KC Dec wheat settled 23 1/2 cents lower at \$8.02 1/2.

Today's trading volume was estimated at 18,944 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	
Sep	+	68	Z	+ 15	Z
Oct	+	83	Z	+ 30	Z
Nov	+	n/a	Z	+ 50	Z
Corn-Barge					
Sep	+	47	Z	+ 7	X
Oct	+	51	Z	+ 32	X
Nov	+	53	Z	+ 48	X
Texas Gulf Ports/Track Sorghum					
				+ n/a	U

Nominal Range for Cash Prices

HRW Wheat			SRW Wheat		
No. 1	\$743.0 @	\$765.4	No. 1	\$703.0 @	\$785.4
No. 2	\$742.0 @	\$765.0	No. 2	\$702.0 @	\$785.0
No. 3	\$731.0 @	\$764.0	No. 3	\$691.0 @	\$784.0
No. 4	\$723.0 @	\$760.4	No. 4	\$683.0 @	\$780.4
Yellow Corn			White Corn		
No. 2	\$701.6 @	\$747.2	No. 2	\$771.0 @	\$784.0
No. 3	\$681.6 @	\$746.2	Soybeans		
No. 4	\$661.6 @	\$745.2	No. 1	\$1320.0 @	\$1342.0
Sorghum					
per cwt.			per bus.		
No. 2	\$1191.0 @	\$1267.0	No. 2	\$666.6 @	\$709.2
No. 3	\$1155.0 @	\$1258.0	No. 3	\$646.6 @	\$704.2
No. 4	\$1119.0 @	\$1249.0	No. 4	\$626.6 @	\$699.2