

## Transportation and Export Report for 11 June 2020

The rally in Baltic Dry Bulk indices continued, and again was led by strength the Capesize paper market. Physical markets have cautiously followed. Daily hire rates for Capes reached \$13,000/day (up from \$10,250 last week) while Panamax vessels move up to \$8,400/day in the spot market and \$9,300/day for Q3. The market is now watching to see if, as in past weeks, the end of week sellers once again show up. Cargo demand is improving however, and this should provide good support.

### BALTIC DRY-BULK PANAMAX INDEX CHANGES

Panamax Ocean Freight Indices				
11-Jun-2020	This Week	Last Week	Difference	Percent Change
P2A : Gulf/Atlantic - Japan	13577	13463	114	0.8%
P3A - PNW/Pacific - Japan	7482	7721	-239	-3.1%
S1C -USGULF-China-So.Japan	15033	10714	4,319	40.3%
P7- Trial- Miss. River - Qingdao	34686	33793	893	2.6%
P8- Trial- Santos - Qingdao	25307	24257	1,050	4.3%

### Recent history of freight values for Capesize vessels of Iron-Ore from West Australia to South China:

Four weeks ago:	\$3.60-\$3.75
Three weeks ago:	\$4.60-\$4.75
Two weeks ago:	\$4.05-\$4.50
One week ago:	\$4.40-\$5.20
This week	\$5.45-\$5.70

### US Vessel Line-Ups/Estimated vessel berthing delays at U.S. Export Grain Elevators:

Mississippi River:	(10 elevators)	2-7 days (2 facilities not currently operating)
Miss. River Mid-Stream loaders:	(6+ Rigs)	0-2 days
Texas Gulf	(5 elevators)	0-9 days (only 1 facility over 2 days)
Pacific Northwest:	(9 elevators)	3-12 days

Panamax Market Spreads to Asia -China					
11-Jun-2020	PNW	GULF	Bushel Spread	MT Spread	Advantage
CORN	0.98	0.70	0.28	\$11.02	PNW
SOYBEANS	1.18	0.78	0.40	\$15.75	Both
OCEAN FREIGHT	\$18.00	\$34.50	.42-.45	<b>\$16.50</b>	JULY

### Recent Reported Vessel Fixtures:

**\*\* Below rates are estimates for the nearby slots. 60-90 days forward rates will be higher.**

Soybean Panamax USG to Spain is running \$15.00/mt.

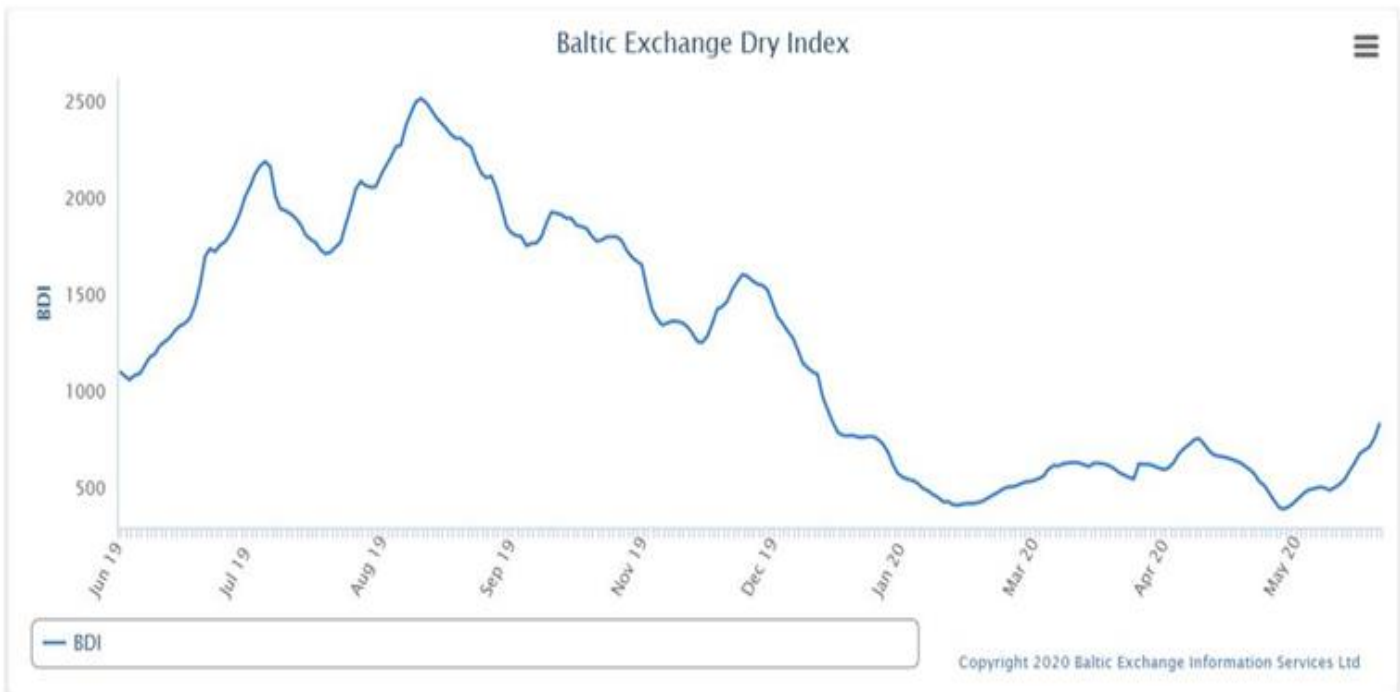
Soybean Brazil to Spain about \$18.00-19.50/mt.

30,000 mt Corn Northern Brazil to Vera Cruz, Mexico \$16.50-\$17.00/mt .To U.S. E/C about \$18.00-18.75/mt

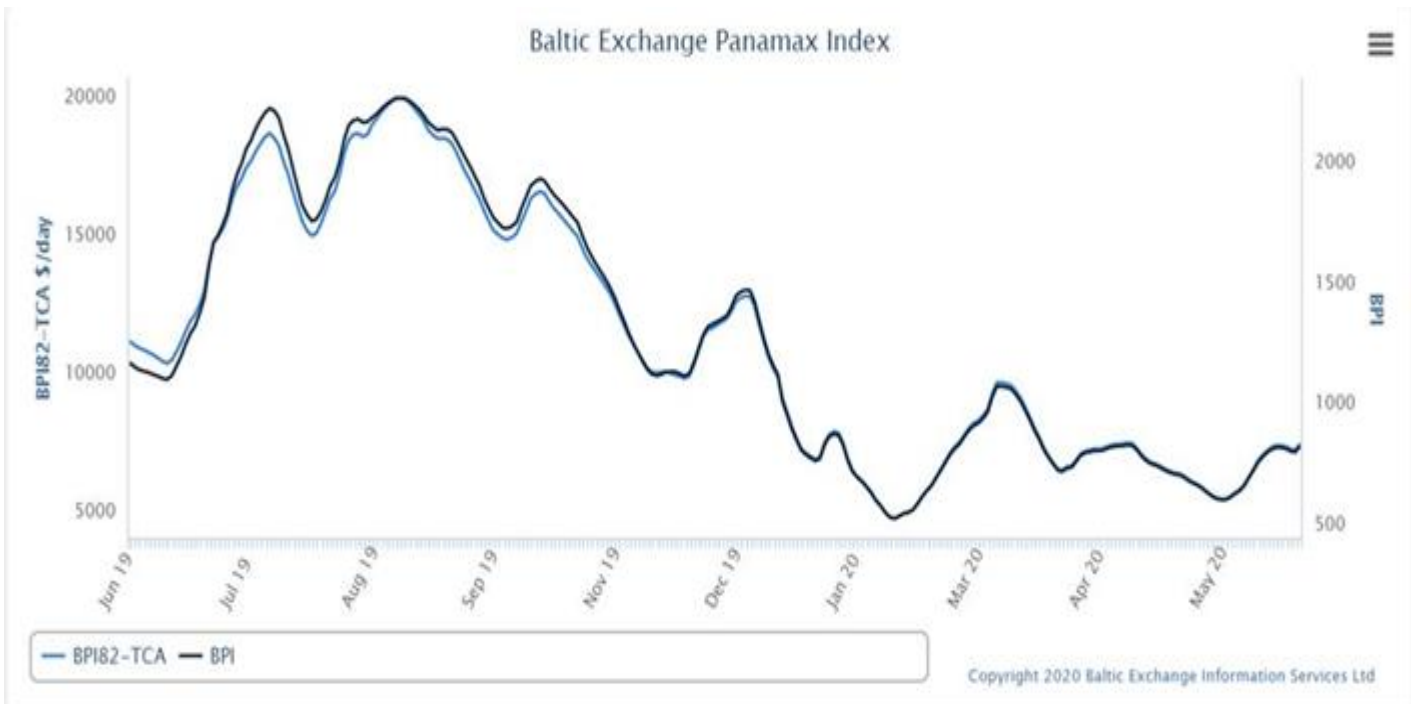
Route and Vessel Size	Current Week USD/MT	Change from previous week	Remarks
55,000 U.S. Gulf-Japan	\$35.50	Up \$0.50	Handymax \$36.00 mt
55,000 U.S. PNW- Japan	\$18.75	Up \$0.25	Handymax \$18.50 mt
66,000 U.S. Gulf – China	\$34.50	Up \$0.50	North China
PNW to China	\$18.00	Up \$0.25	
25,000 U.S. Gulf- Veracruz, México	\$15.75	Up \$0.25	3,000 MT daily discharge rate
30-36,000+ U.S. Gulf- Veracruz, México	\$13.0075	Up \$0.50	Deep draft and 6,000 MT per day discharge rate.
30-38,000 U.S. Gulf- <u>East Coast Colombia</u> From Argentina	\$19.00 \$34.00	Up \$0.50	<u>West Coast Colombia at \$28.75</u> USG to E/C 50,000 mt at \$15.25
43-45,000 U.S. Gulf - Guatemala	\$28.25	Up \$0.50	Acajutla/Quetzal - 8,000 out
26-30,000 U.S. Gulf – Algeria	\$33.00 \$33.75	Up \$0.50	8,000 mt daily discharge 3,000 mt daily discharge
26-30,000 US Gulf-Morocco	\$33.25	Up \$0.50	5,000 discharge rate
55-60,000 U.S. Gulf –Egypt  PNW to Egypt	\$23.75  \$23.00	Unchanged	60,000 -55,000 mt Romania- Russia- Ukraine \$10.00-\$10.00 -\$10.25- \$10.25 France \$13.00
60-70,000 U.S. Gulf – Europe – Rotterdam	\$13.75	Up \$0.75	Handymax at +\$1.75 more
Brazil, Santos – China Brazil, Santos – China  Northern Coast Brazil	\$25.75 \$24.75  \$28.75	Up \$1.00	54-59,000 Supramax-Panamax 60-66,000 Post Panamax  Upriver No. Brazil Plus -55,000 mt Plus \$7.50/mt
56-60,000 Argentina/Rosario- China Deep Draft	\$29.25	Up \$1.00	Upriver with BB Top Off \$32.75

- **The above rate estimates reflect the 20-30-day forward ocean freight markets.**

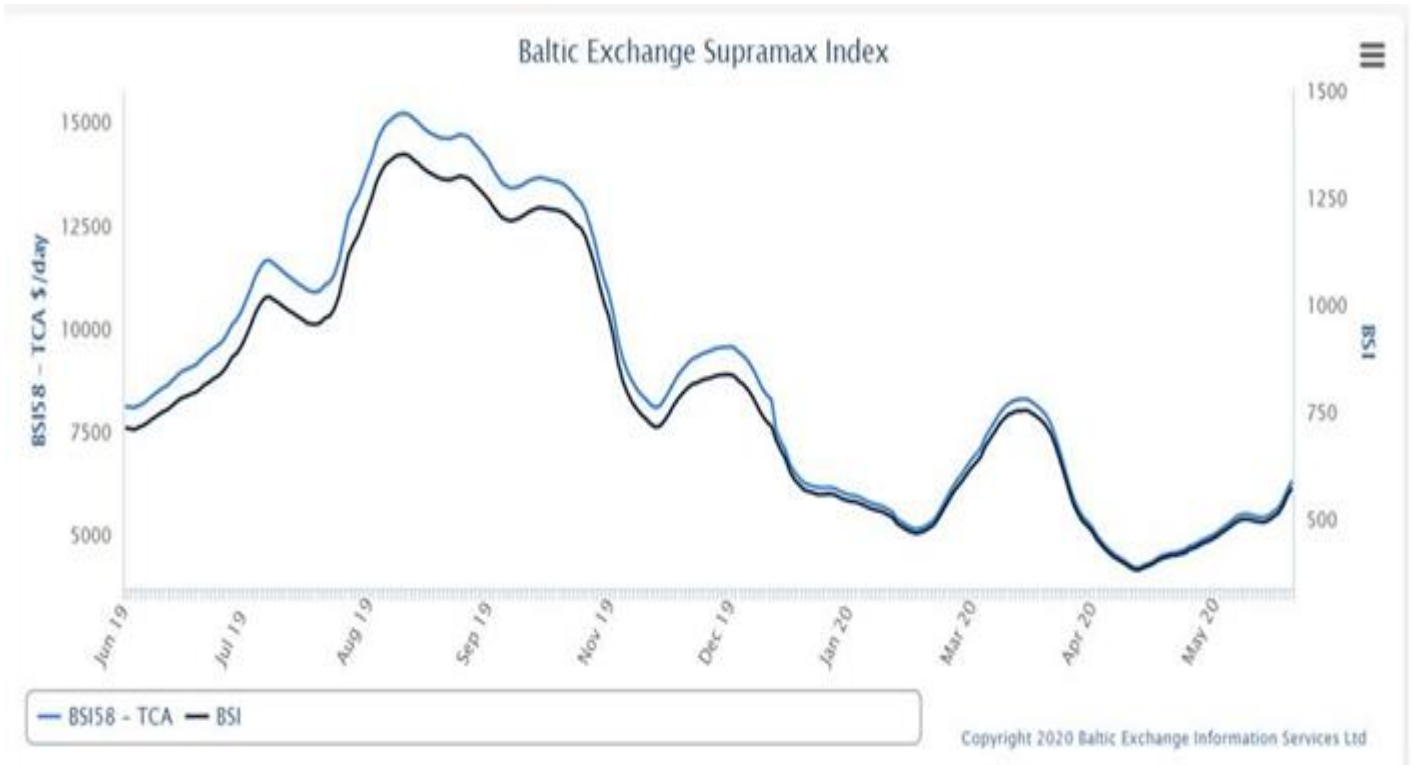
## Baltic Dry Bulk Index.



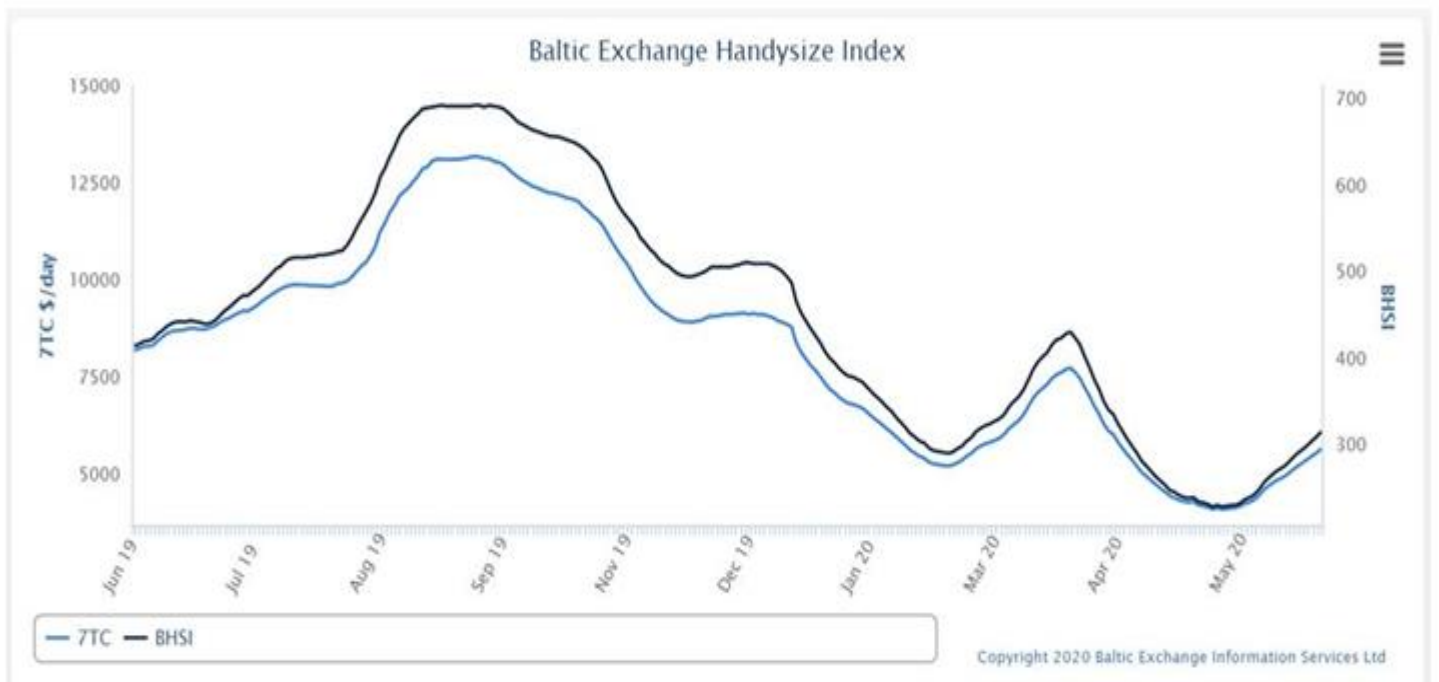
## Baltic Panamax Index



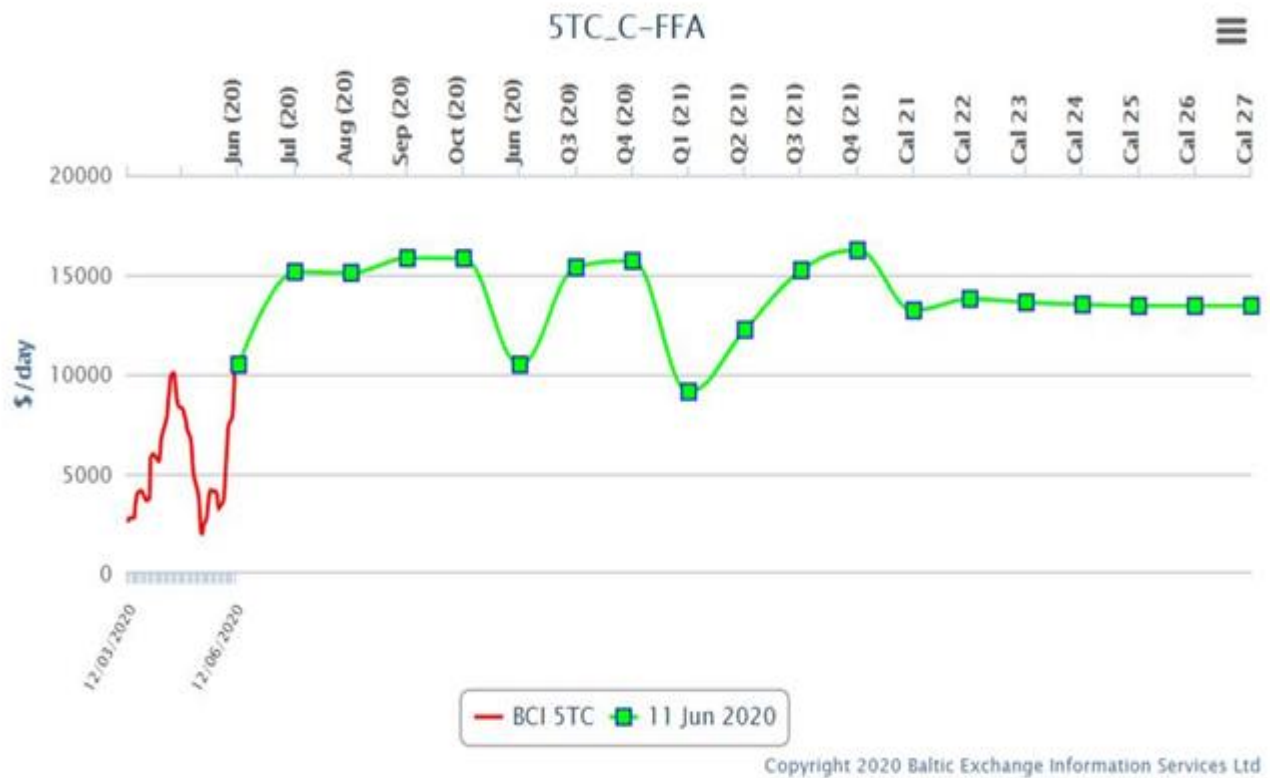
### Baltic Supramax Vessel Index



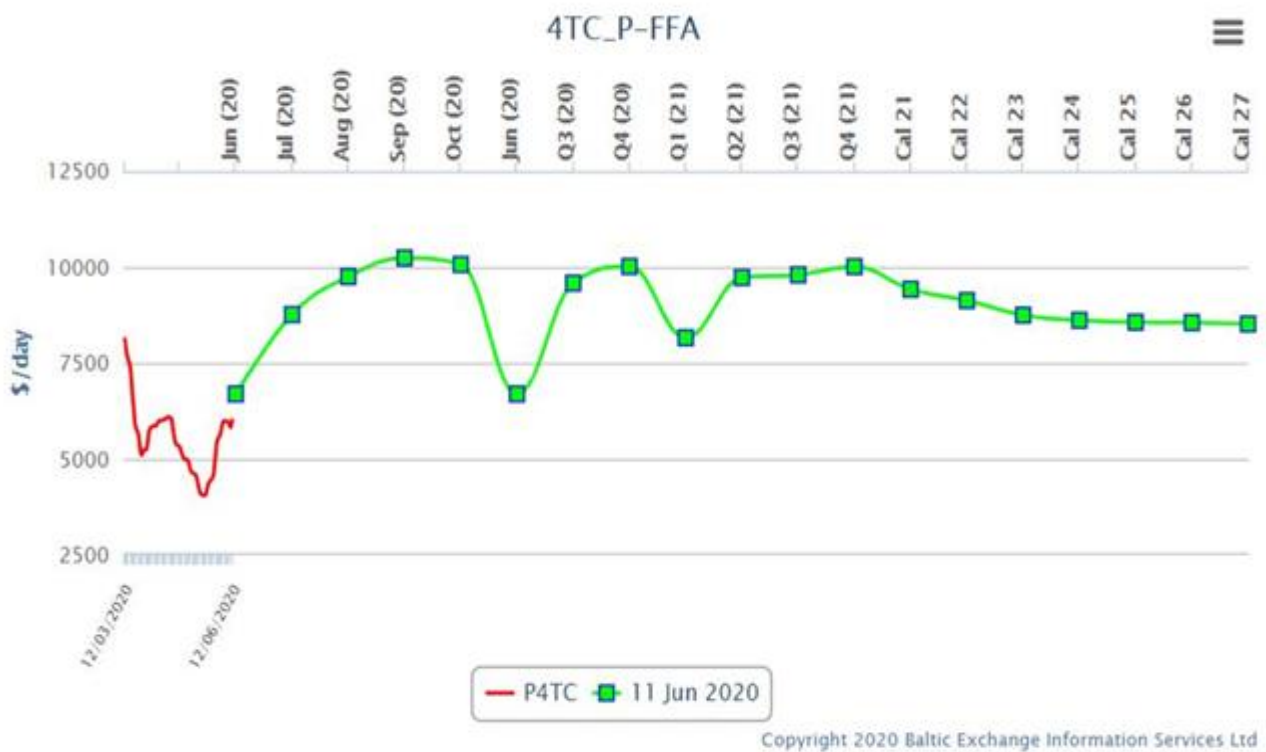
### Baltic Handy Size Vessel Index



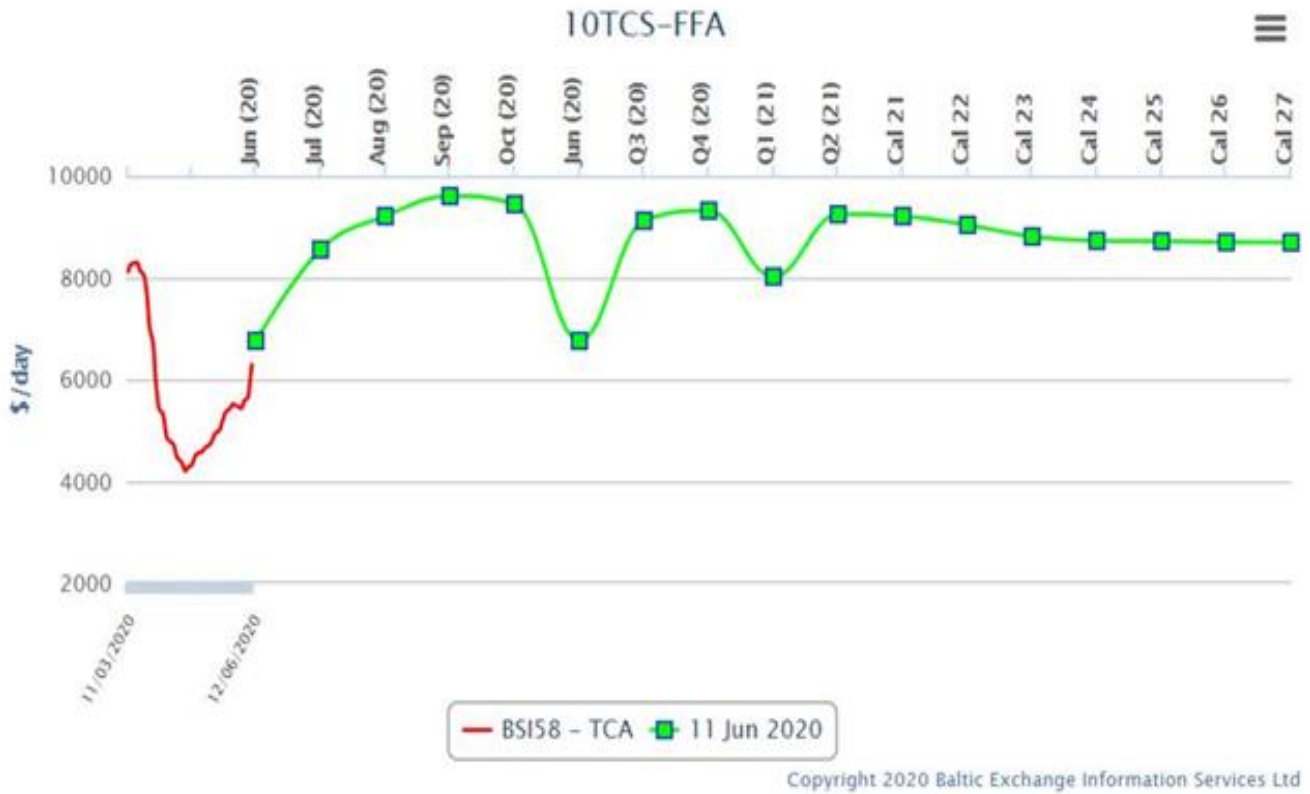
## Capesize Forward Curve



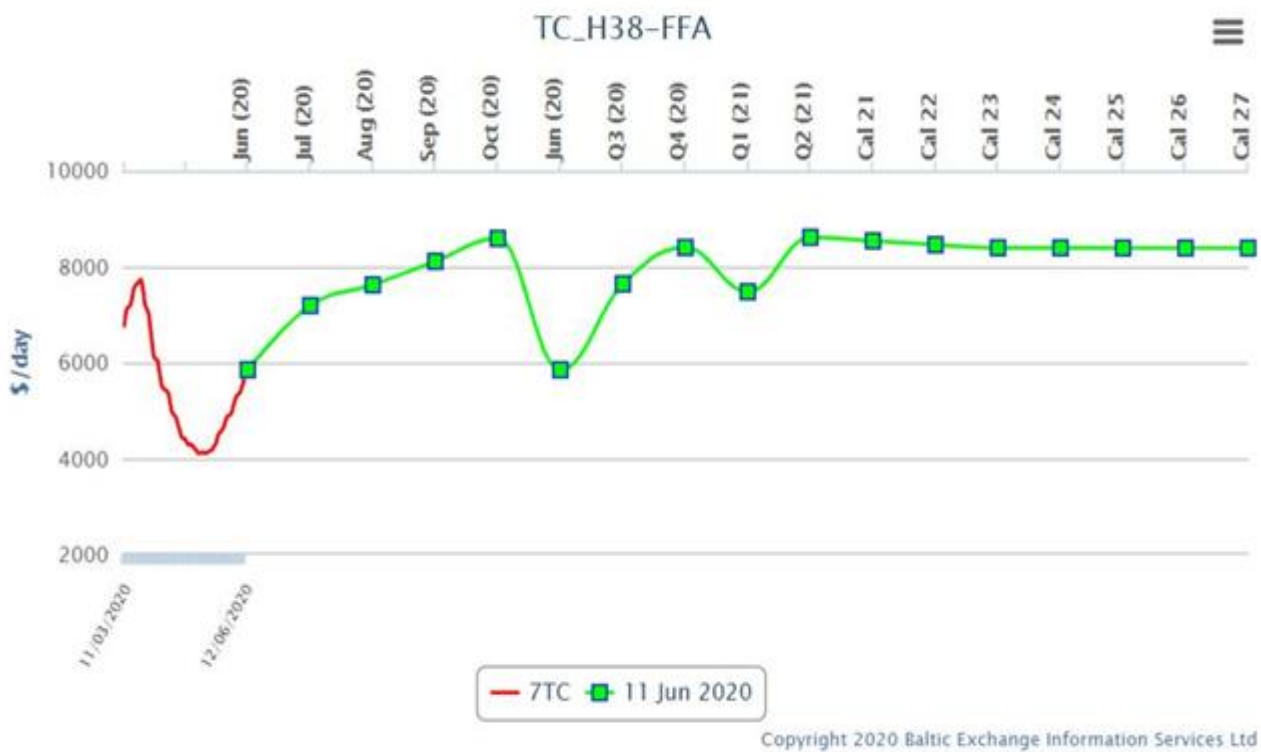
## Baltic Panamax Forward Curve Chart



## Supramax Dry-Bulk Forward Curve



## Baltic Handy Size Forward Curve

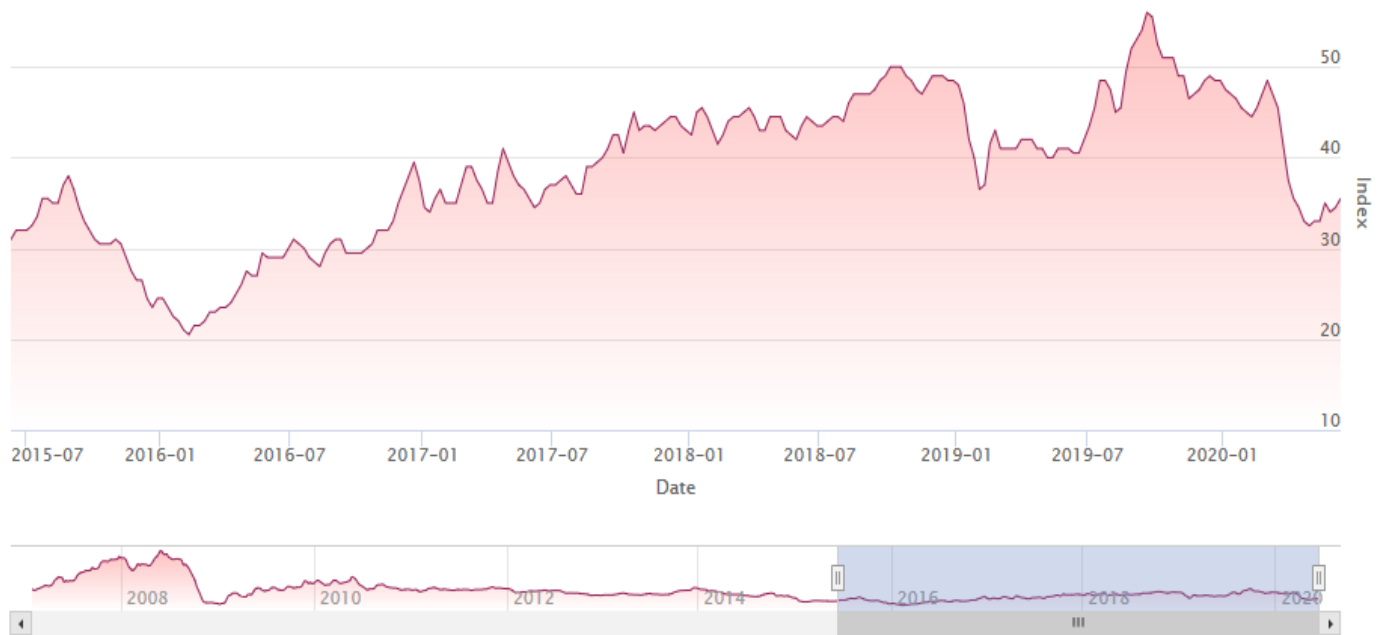


# YAMAMIZU Index



Zoom **1m** 3m 6m YTD 1y 3y **5y** All

From 2015-06-10 To 2020-06-10



## China Import Dry Bulk Freight Index 2020-06-11

Description	Size MT	Cargo/Vessel Size	Unit	Rate	Change
Composite Index			Point	675.89	30.16
Iron ore Freight Index			Point	684.69	52.87
Dampier(West Australia)-Qingdao (China)	170000/10%	Iron ore	\$/ton	6.072	0.374
Soybean Freight Index			Point	737.41	7.14
Santos(Brazil)—North China	60000/10%	Soybean	\$/ton	24.238	0.419
Tacoma(West America)—North China	60000/10%	Soybean	\$/ton	17.788	0.075
Mississippi(US Gulf)—North China	66000/10%	Soybean	\$/ton	34.236	0.09
Mississippi(US Gulf)—North China	55000/10%	Soybean	\$/ton	36.037	0.042

**11 June 2020 U.S. FOB Vessel Export Market Values:**

<b>U.S. Yellow Corn (USD/MT) FOB Vessel</b>				
#2 YC	GULF # 2 YC		PNW # 3 YC	
Max. 14.5% moisture	BASIS	FLAT PRICE	BASIS	FLAT PRICE
<b>July</b>	0.70	<b>\$157.37</b>	0.98	<b>\$168.40</b>
<b>Aug.</b>	0.71	<b>\$159.83</b>	0.97	<b>\$170.07</b>
<b>Sept.</b>	0.73	<b>\$160.62</b>	0.98	<b>\$170.46</b>
<b>Oct.</b>	0.69	<b>\$162.49</b>	0.90	<b>\$170.76</b>
<b>Nov.</b>	0.73	<b>\$164.07</b>	0.92	<b>\$171.55</b>
<b>Dec.</b>	0.76	<b>\$165.25</b>	0.95	<b>\$172.73</b>

The Gulf spread between #2 & #3 YC is currently about .03 cents per bushel (1.18/mt) at USG but out to .15/bushel in the PNW

<b>SORGHUM (USD/MT) FOB VESSEL</b>				
#2 YGS Fob Vessel	NOLA		TEXAS	
Max. 14.0% moisture	BASIS	FLAT PRICE	BASIS	FLAT PRICE
<b>July</b>	2.40	<b>\$224.30</b>	2.15	<b>\$214.46</b>
<b>Aug.</b>	2.40	<b>\$229.81</b>	2.10	<b>\$218.00</b>
<b>Sept.</b>	2.30	<b>\$225.87</b>	2.15	<b>\$219.97</b>
<b>Oct.</b>	2.35	<b>\$227.84</b>	2.20	<b>\$221.94</b>
<b>Nov.</b>	2.40	<b>\$229.81</b>	2.20	<b>\$221.94</b>

Fob vessel Texas Gulf #2 Sorghum is about 140 % the value of #2 Yellow Corn at NOLA.

**U.S. SRW Wheat Fob Vessel at the Center U.S. Gulf**

SRW Wheat	USD/MT	Fob Vessel	US Gulf	
	July	Aug.	Sept.	Oct.
FOB U.S. GULF	\$211.00	\$215.22	\$217.06	\$220.64
Basis	0.75	0.80	0.85	0.85
WN	4.9925			.
WU	5.0575			
WZ	5.1550			

11-Jun-2020	Close	This Week	Last Week.	Last Week.	Last Week	
CME Corn Futures	Bushel	MT.	Bushel	Bu. Diff.	MT	MT Diff.
July	\$ 3.2975	\$ 129.82	\$ 3.2900	0.0075	\$ 129.52	\$ 0.30
Sept.	\$ 3.3500	\$ 131.88	\$ 3.3325	0.0175	\$ 131.19	\$ 0.69
Dec.	\$ 3.4375	\$ 135.33	\$ 3.4275	0.0100	\$ 134.93	\$ 0.39
Mar..	\$ 3.5550	\$ 139.95	\$ 3.5500	0.0050	\$ 139.76	\$ 0.20
May	\$ 3.6225	\$ 142.61	\$ 3.6125	0.0100	\$ 142.22	\$ 0.39
July	\$ 3.6750	\$ 144.68	\$ 3.6625	0.0125	\$ 144.18	\$ 0.49

### CBOT July 2020 (CN20) CORN Futures Chart –



### CME/CBOT July 2020 (WN20) SRW Wheat Futures Chart –



### **U.S. Soybean and SBM Markets Fob Vessel:**

<b>U.S. Yellow Soybeans (USD/MT) FOB Vessel</b>				
# 2 YSB	<b>U.S. Gulf #2 YSB</b>		<b>PNW #2 YSB</b>	
14.0 % Moisture	Basis	Flat Price	Basis	Flat Price
<b>July</b>	0.78	<b>\$346.86</b>	1.18	<b>\$361.55</b>
<b>Aug.</b>	0.80	<b>\$348.33</b>	1.20	<b>\$363.02</b>
<b>Sept.</b>	0.85	<b>\$350.72</b>	1.20	<b>\$363.58</b>
<b>Oct.</b>	0.85	<b>\$353.38</b>	1.19	<b>\$365.87</b>
<b>Nov.</b>	0.87	<b>\$354.11</b>	1.24	<b>\$367.71</b>
<b>Soybean Futures</b>				
<b>July</b>	\$ 8.6600			
<b>Aug.</b>	\$ 8.6800			
<b>Sept.</b>	\$ 8.6950			
<b>Nov.</b>	\$ 8.7675			
<b>Jan.</b>	\$ 8.8000			
<b>Mar.</b>	\$ 8.7600			

<b>U.S. SBM (USD/MT) FOB Vessel</b>		
Fob U.S. Gulf Port	<b>47.5 Pro. SBM</b>	
max 12.5 % moisture	Basis	Flat Price
<b>July</b>	17.00	<b>\$ 338.14</b>
<b>Aug.</b>	19.00	<b>\$ 340.34</b>
<b>Sept.</b>	19.00	<b>\$ 343.10</b>
<b>Oct.</b>	18.00	<b>\$ 344.42</b>
<b>Nov.</b>	17.00	<b>\$ 345.19</b>
<b>SBM Futures</b>		
<b>SMN</b>	289.70	
<b>SMQ</b>	292.20	
<b>SMU</b>	294.40	
<b>SMV</b>	296.10	
<b>SMZ</b>	299.50	
<b>SMF</b>	300.40	

### CME July 2020 Soybean (SN20) Futures Chart:



### CME July 2020 Soybean Meal (SMN20) Futures Chart



## U.S. EXPORT STATISTICS: Report Activity as of Week Ending 28 May 2020

### Thursday-Weekly U.S. Export Sales

Commodity	New Sales (000 MT)	YTD Export Commitments **(000 MT)	Total Projected Export Program for Year (000 MT)	Percent of Export Projection	Total Sales for Next Marketing Year '20- 21 (000 MT)
Corn	763.6	40,475.7	45,090	90%	3,412.5
Sorghum	93.3	3,946.8	5,080	78%	195.0
Soybeans	636.4	42,657.3	45,590	94%	2,939.8
Wheat	228.8	26,945.1	26,400	102%	3,470.2
Barley	0.0	50.3	130	39%	31.5

### U.S. EXPORT INSPECTIONS:

Monday's report 08 June 2020 for the Export week ending 04 June 2020

	Export Inspections		Current Market Year YTD	Previous Year to Date	2019/20 YTD as Percent of 2018/19 YTD (Wheat and Barley 2020/21 vs 2019/20)
	This Week	Previous Week			
Corn	1,100,078	1,146,284	29,611,226	40,179,103	74%
Sorghum	195,657	125,119	3,515,642	1,465,689	240%
Soybeans	213,047	399,152	35,624,912	34,969,082	102%
Wheat	432,919	555,500	169,153	470,766	36%
Barley	0	0	0	196	0%

For further Export Sales details: <http://www.fas.usda.gov/export-sales/esrd1.html>

### U.S. EXPORT INSPECTIONS:

Monday's report 08 June 2020 for the Export week ending 04 June 2020

Last Week								
(Metric Tons)	YC	%	WC	%	Sorghum	%	Soybeans	%
Lakes	0	0%	0	0%	0	0%	0	0%
Atlantic	0	0%	0	0%	0	0%	6,536	3%
Gulf	581,420	55%	51,324	98%	128,321	66%	123,651	58%
PNW	298,507	28%	0	0%	67,336	34%	0	0%
Interior Export Rail	168,029	16%	798	2%	0	0%	82,860	39%
Metric Tons	1,047,956		52,122		195,657		213,047	

Sorghum Shipments: metric tons  
195,657 China Main  
195,657 Total

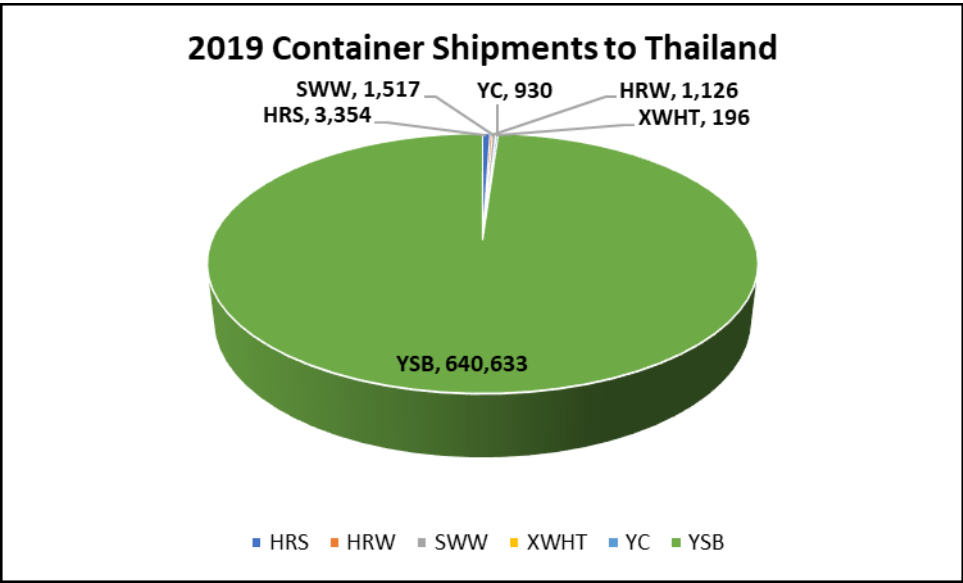
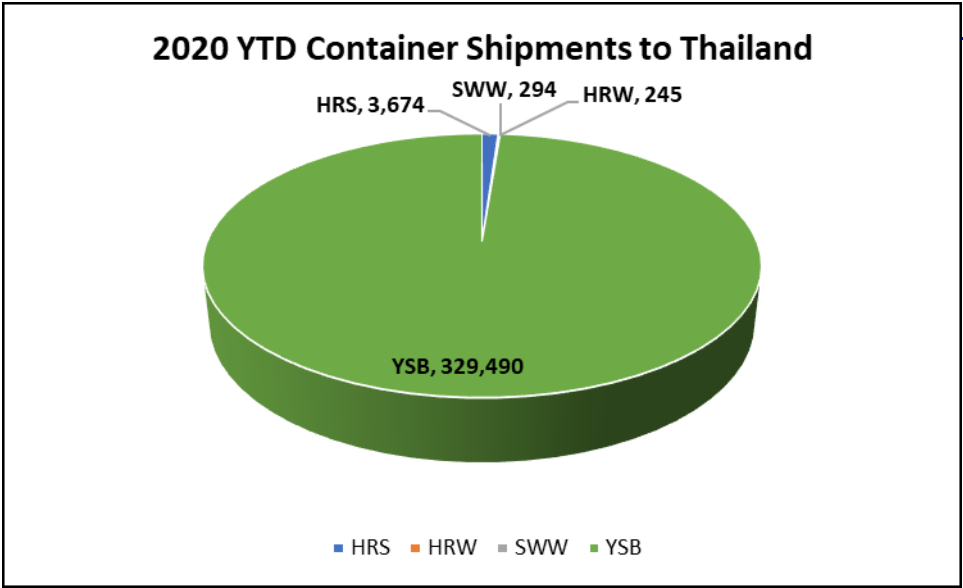
White Corn metric tons  
Shipments: 20,635 El Salvador  
31,487 Mexico  
52,122 Total

## Export Inspection Highlights

**Data sheet below:** *USDA weekly export inspections report with corrections to the last three weeks' grain export inspections reports. (This usually covers a 2-5-week prior time frame).*

CONTAINER SHIPMENTS of GRAIN									
USDA Grain Inspections Report:		4-Jun-2020							
Last Week	metric tons								MT
	YC	WC	YSB	SRW	NS	SWH	HRW	Sorghum	TOTAL
China Main	465		6,417						6,882
China T	6,733		5,926						12,659
Hong Kong	342								342
Costa Rica									0
Indonesia			16,895						16,895
French Poly									0
Japan			1,125						1,125
Korea Rep.	1,150			392					1,542
Nepal			980						980
Malaysia			4,360						4,360
Cambodia									0
Philippines			1,468						1,468
Thailand			4,482						4,482
Morocco									0
Italy									0
Bangladesh			465						465
Burma			930						930
Vietnam			6,682						6,682
Sub Total:	8,690	0	49,730	392	0	0	0	0	58,812
USDA Corrections/Additions to previous reports:									
China T	245								245
China Main								1,175	1,175
Hong Kong									0
Korea Rep.									0
Cambodia									0
Japan									0
Philippines									0
Indonesia			734						734
Malaysia			490						490
Thailand									0
Vietnam									0
Canada									0
Nigeria									0
Sub Total:	245	0	1,224	0	0	0	0	1,175	2,644
<b>Mt. Grand Total</b>	<b>8,935</b>	<b>0</b>	<b>50,954</b>	<b>392</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,175</b>	<b>61,456</b>
Number of Containers	388	0	2,215	17	0	0	0	51	

Jan - Dec 2019 Annual Totals versus 2020 Jan.-Dec. YTD Total Container Shipments (in MT)



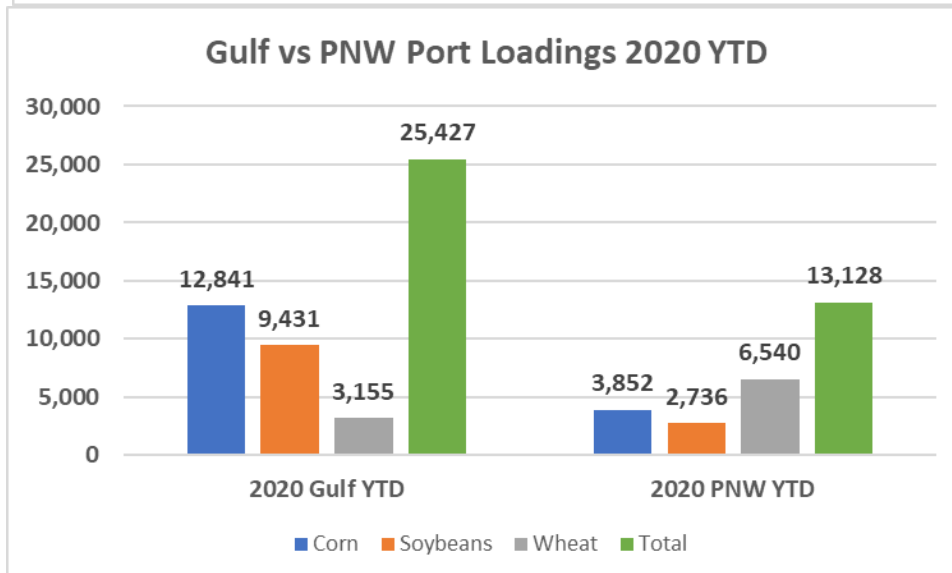
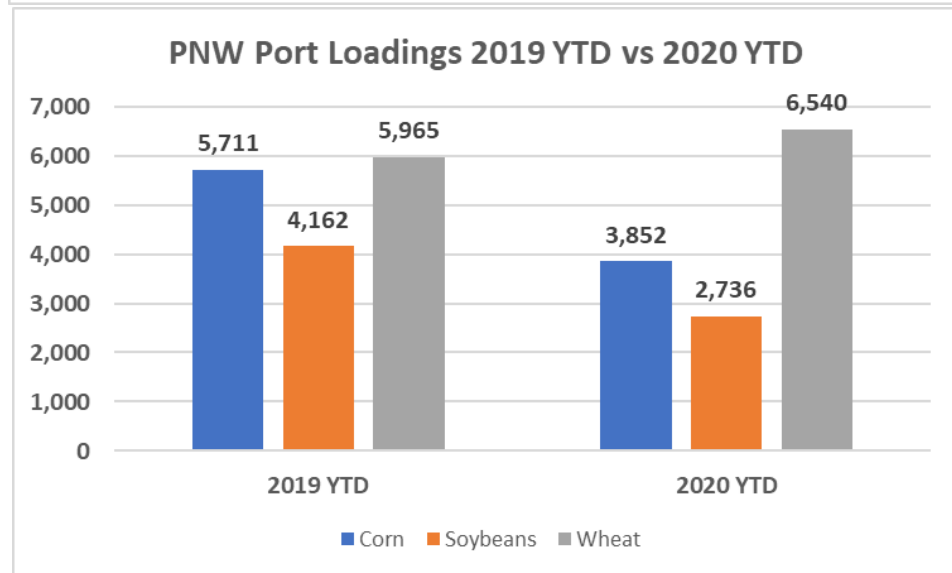
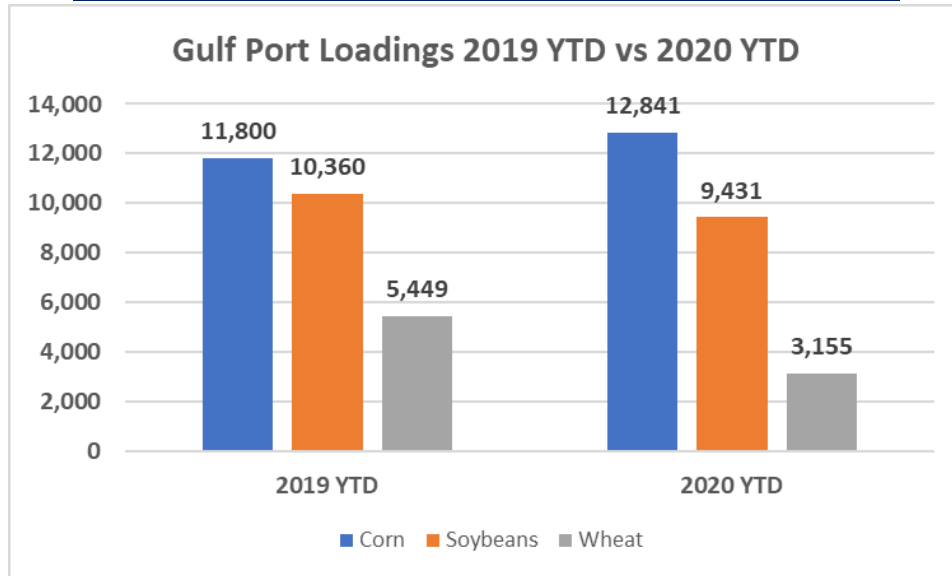
Grain Inspections for Export by U.S. Port Regions:  
U.S. Gulf and Pacific Northwest 2019 YTD vs. 2020 YTD

<b>PORT LOADINGS US Gulf</b>				
(1,000 MT)	CORN	SOYBEANS	WHEAT	TOTAL
<b>GULF</b>				
2019 YTD	11,800	10,360	5,449	27,609
2020 YTD	12,841	9,431	3,155	25,427
2020 as % of 2019	109%	91%	58%	92%

<b>PORT LOADINGS US PNW</b>				
(1,000 MT)	CORN	SOYBEANS	WHEAT	TOTAL
<b>PNW</b>				
2019 YTD	5,711	4,162	5,965	15,838
2020 YTD	3,852	2,736	6,540	13,128
2020 as % of 2019	67%	66%	110%	83%

<b>PORT LOADINGS GULF vs. PNW</b>				
(1,000 MT)	CORN	SOYBEANS	WHEAT	TOTAL
2020 Gulf YTD	12,841	9,431	3,155	25,427
2020 PNW YTD	3,852	2,736	6,540	13,128
TOTAL	16,693	12,167	9,695	38,555
<b>Gulf Percentage</b>	77%	78%	33%	66%
<b>PNW Percentage</b>	23%	22%	67%	34%

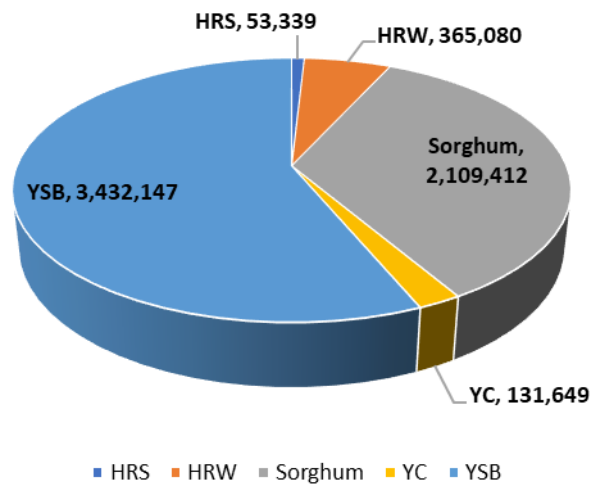
Grain Inspections for Export by U.S. Port Regions (1,000MT):  
U.S. Gulf and Pacific Northwest 2019 YTD vs. 2020 YTD



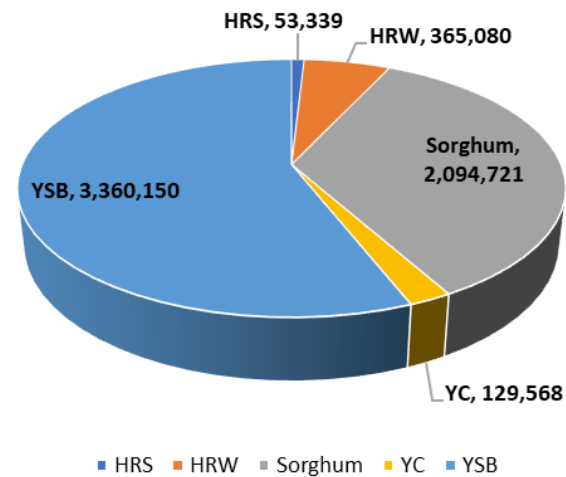
Source: USDA-data

2020 YTD Total Grain Exports reported by USDA (in MT)

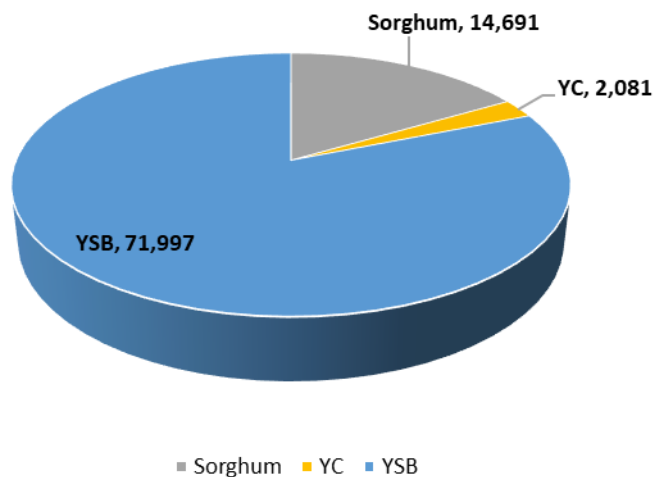
**2020 YTD Exports to China Main**



**YTD Vessel Shipments to China Main**

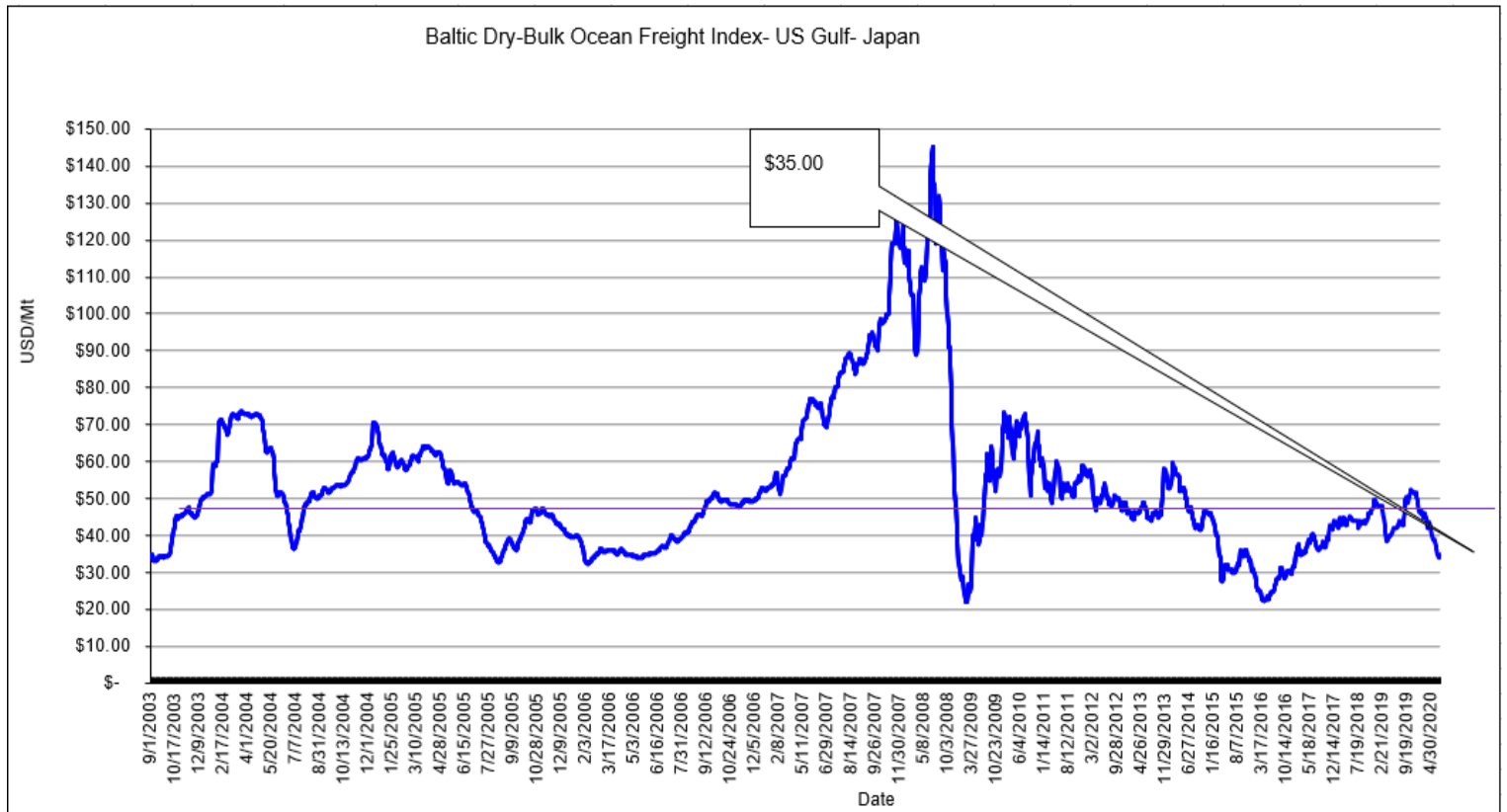


**YTD Container Shipments to China Main**



\*Please keep in mind that USDA does not report DDGS sales

## Shipping News



# Sask. terminal fills CP's largest grain train



Jun 09, 2020

4
 


 3



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**The elevator loaded 224 hopper cars of durum over two days**

By [Diego Flammini](#)

Staff Writer

Farms.com

## 6 month to 3 Year Time Charter Vales.

		Period					
	\$/day	Week 22	Week 21	±%	Diff	2019	2018
Capesize	180K 6mnt TC	8,750	9,000	-2.8%	-250	18,839	19,758
	180K 1yr TC	10,250	10,250	0.0%	0	17,397	19,575
	180K 3yr TC	12,500	12,500	0.0%	0	15,474	17,912
Panamax	76K 6mnt TC	8,000	7,750	3.2%	250	12,147	13,224
	76K 1yr TC	8,750	8,500	2.9%	250	12,080	13,513
	76K 3yr TC	10,250	10,000	2.5%	250	11,931	12,710
Supramax	58K 6mnt TC	8,500	8,500	0.0%	0	11,493	13,142
	58K 1yr TC	8,750	8,750	0.0%	0	11,344	12,984
	58K 3yr TC	9,500	9,250	2.7%	250	10,883	12,267
Handysize	32K 6mnt TC	7,000	7,000	0.0%	0	9,152	10,787
	32K 1yr TC	7,500	7,500	0.0%	0	9,291	10,594
	32K 3yr TC	8,750	8,500	2.9%	250	9,291	9,200


Source: Intermodal

**Peter Tirschwell** @PeterTirschwell · 2h

While ships like this might suggest ever increasing ship sizes there is wide acknowledgement that further economies of scale are not achieved the bigger you get and massive ships like this will be the exception rather than the rule going forward

 **Future Shipping** @future\_shipping · Apr 30

HMM Names World's Largest Container Vessel, 24,000 TEU Giant, 'HMM Algeciras' At DSME Shipyard

 [buff.ly/2VwM5Wn](https://buff.ly/2VwM5Wn)

#shipping #logistics

@marineinsight

HT @wswmuc

CC @maritime\_hub @evankirstel @enricomolinari @dnvgl\_maritime

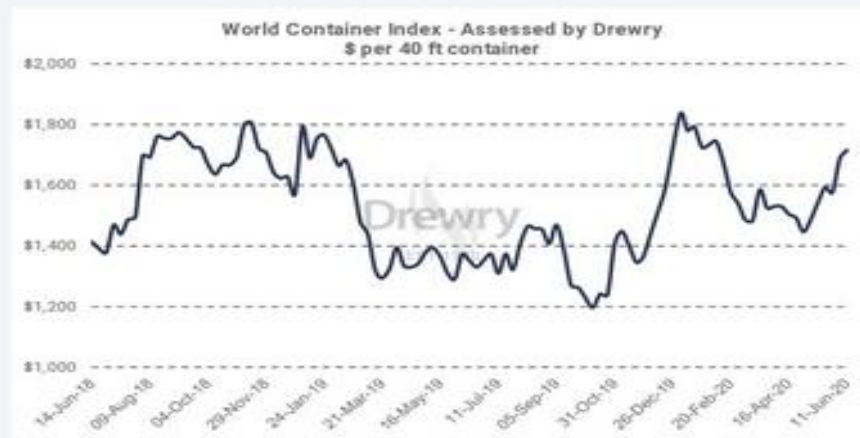
**HMM Algeciras Is First Of The 12 Ships**  
Of 24,000 TEU Class Vessels Ordered.



## World Container Index - 11 Jun

The World Container Index assessed by Drewry, a composite of container freight rates on 8 major routes to/from the US, Europe and Asia increased by 1.7% to \$1,714.76 per 40ft container this week (updated Thursday, 11 June 2020).

Two-year spot freight rate trend for the World Container Index:



World Container Index Assessed by Drewry

## Drewry Global Container Rates

Route	28-May-20	04-Jun-20	11-Jun-20	Weekly change (%)	Annual change (%)
Composite Index	\$1,576	\$1,687	\$1,715	2% ▲	27% ▲
Shanghai - Rotterdam	\$1,694	\$1,685	\$1,766	5% ▲	19% ▲
Rotterdam - Shanghai	\$1,021	\$1,010	\$1,107	10% ▲	102% ▲
Shanghai - Genoa	\$1,910	\$1,907	\$1,809	-5% ▼	15% ▲
Shanghai - Los Angeles	\$1,675	\$2,110	\$2,144	2% ▲	52% ▲
Los Angeles - Shanghai	\$452	\$501	\$522	4% ▲	4% ▲
Shanghai - New York	\$2,625	\$2,721	\$2,721	0%	9% ▲
New York - Rotterdam	\$507	\$511	\$509	0%	-2% ▼
Rotterdam - New York	\$2,516	\$2,398	\$2,398	0%	1% ▲

## China Import Dry Bulk Freight Index



## China Containerized Freight Index



### U.S. RIVER BARGE FREIGHT

Current Barge Freight for Placement First Half July 2020

Placement FH July 2020	% of		Corn	Soybeans-Wheat
	Tariff	MT	BU	BU
Upper Mississippi	355	\$24.22	0.62	0.66
Illinois River (Pekin and South)	Closed	\$ -	0.00	0.00
Mid-Mississippi	295	\$17.30	0.44	0.47
Lower Ohio	215	\$10.57	0.27	0.29
St. Louis	195	\$ 8.58	0.22	0.23

### Secondary Rail Car Market for car placement period: First Half July 2020.

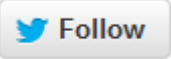
Secondary Rail Car Market Placement FH. July 2020	BID USD	ASK USD	BID BU.	ASK BU.	BID MT	ASK MT
BNSF Shuttle Trains	\$ (175.00)	\$ (125.00)	\$ (0.04)	\$ (0.03)	\$ (1.72)	\$ (1.23)
UPRR Shuttle Trains	\$ (75.00)	\$ 25.00	\$ (0.02)	\$ 0.01	\$ (0.74)	\$ 0.25

Best Regards,

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