

Transportation and Export Report for 24 June 2021

Things are getting a bit out of whack again with FFA paper markets for Supramax and Panamax markets holding up better than the larger Capesize sector.

Capesize rates fell back this week largely due to paper selling while the smaller size vessel markets held their ground. Panamax and Supramax markets were moderately higher week over week and traders are still looking for further gains as we move into the third quarter of the year. Visions and hopes of a commodity super cycle remain.

There is nothing new or encouraging to report in containerized grain export markets. The difficult situation persists and will likely be December or January before we will see some light at the end of the dark tunnel. U.S containerized grain exports did relatively well for the first quarter of the year but have been steadily slipping since May.

BALTIC DRY-BULK PANAMAX INDEX CHANGES

Panamax Ocean Freight Indices					
24-Jun-2021		This Week	Last Week	Difference	Percent Change
P2A: Gulf/Atlantic - Japan	per day	43773	43091	682	1.6%
P3A: PNW/Pacific - Korea	per day	30095	32855	-2,760	-8.4%
S1C: US GULF-China-So.Japan	per day	42356	41475	881	2.1%
P7: Trial- Miss. River - Qingdao	per ton	77.464	76.464	1.0	1.3%
P8: Trial- Santos - Qingdao	per ton	63.971	62.550	1.4	2.3%

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

Four weeks ago:	\$12.00-\$13.30
Three weeks ago:	\$10.40-\$11.30
Two weeks ago:	\$9.60-\$10.50
One week ago:	\$11.50-\$12.60
This week	\$10.25-\$11.30

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

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

Panamax Market Spreads to Asia -China					
24-Jun-2021	PNW	GULF	Bushel Spread	MT Spread	Advantage
CORN	1.37	0.75	0.62	\$24.41	PNW
SOYBEANS	1.60	0.76	0.84	\$30.86	PNW
OCEAN FREIGHT	\$42.00	\$74.00	.81-.87	\$32.00	July

Current Grain Vessel Market Indications:

**** Below rates are estimates for the nearby-30-day slots. 60-90 days forward rates will usually be higher.**

Soybean Panamax USG to Spain is running \$46.50 - \$47.50/mt.

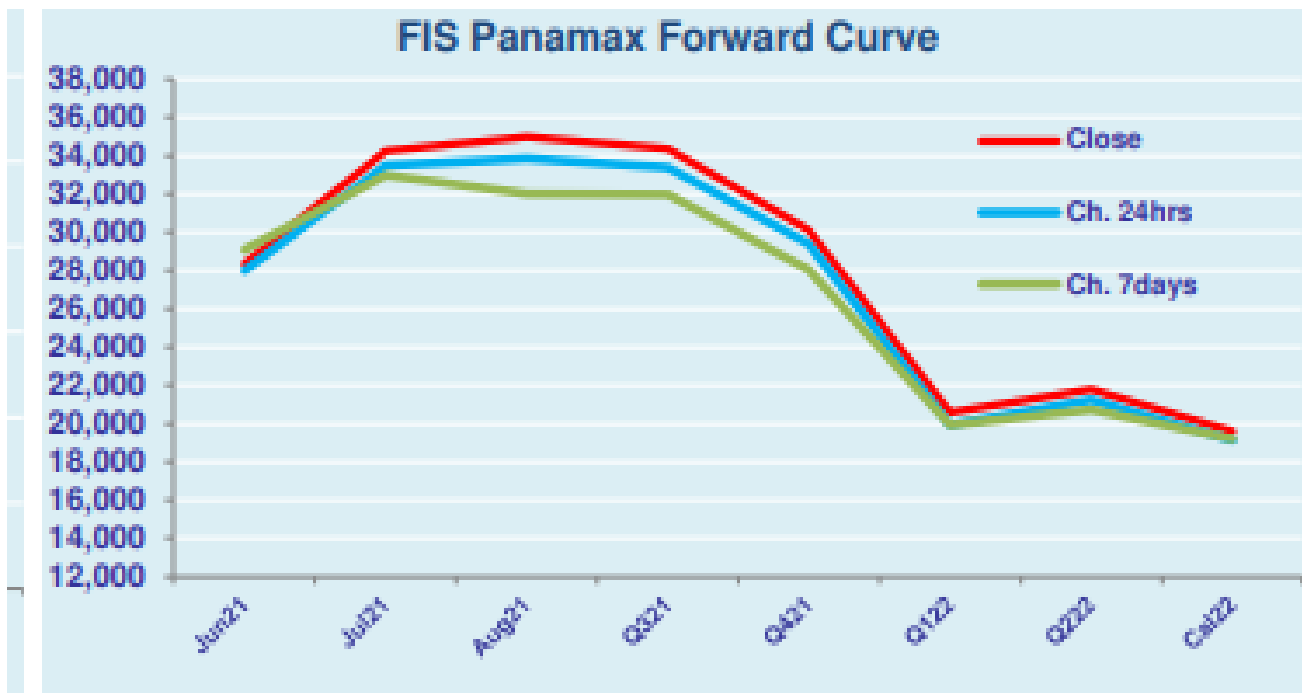
Soybean Brazil to Spain about \$54.00 - \$55.00/mt.

Route and Vessel Size	Current Week USD/MT	Change from previous week	Remarks
55,000 U.S. Gulf-Japan	\$75.00	Up \$1.50	Handymax \$75.50 mt
55,000 U.S. PNW- Japan	\$43.00	Up \$0.50	Handymax \$43.50 mt
66,000 U.S. Gulf – China	\$74.00	Up \$1.50	North China
PNW to China	\$42.00	Up \$0.50	
25,000 U.S. Gulf- Veracruz, México	\$29.50	Up \$0.50	3,000 MT daily discharge rate
30-36,000+ U.S. Gulf- Veracruz, México	\$27.00	Up \$0.50	Deep draft and 6,000 MT per day discharge rate.
30-38,000 U.S. Gulf- Colombia	\$40.00	Up \$1.00	<u>West Coast Colombia at \$52.00</u>
50,000 mt USG to E/C Colombia	<u>\$39.00</u>		
From Argentina	\$54.50		
43-45,000 U.S. Gulf - Guatemala	\$44.00	Up \$2.00	Acajutla/Quetzal - 8,000 out
26-30,000 U.S. Gulf – Algeria	\$58.00 \$60.50	UP \$3.50	8,000 mt daily discharge 3,000 mt daily discharge
30,000 US Gulf- Morocco	\$56.50	Up \$1.50	5,000 discharge rate
55-60,000 U.S. Gulf –Egypt	\$58.50	Up \$1.50	60,000 -55,000 mt -Egypt
PNW to Egypt	\$58.00		Romania- Russia- Ukraine \$28.50- -\$28.50- \$29.00 France \$37.00
60-70,000 U.S. Gulf – Europe – Rotterdam	\$22.00	Down \$1.00	Handymax at +\$1.75-\$2.00 more
Brazil, Santos – China	\$63.50	Up \$0.50	54-59,000 Supramax-Panamax
Brazil, Santos – China	\$62.50		60-66,000 Post Panamax
Northern Coast Brazil	\$63.50		Upriver No. Brazil Plus -55,000 mt Plus \$7.50/mt
56-60,000 Argentina/Rosario- China Deep Draft	\$68.50	Up \$0.50	Upriver with BB Top Off Plus \$3.75 mt

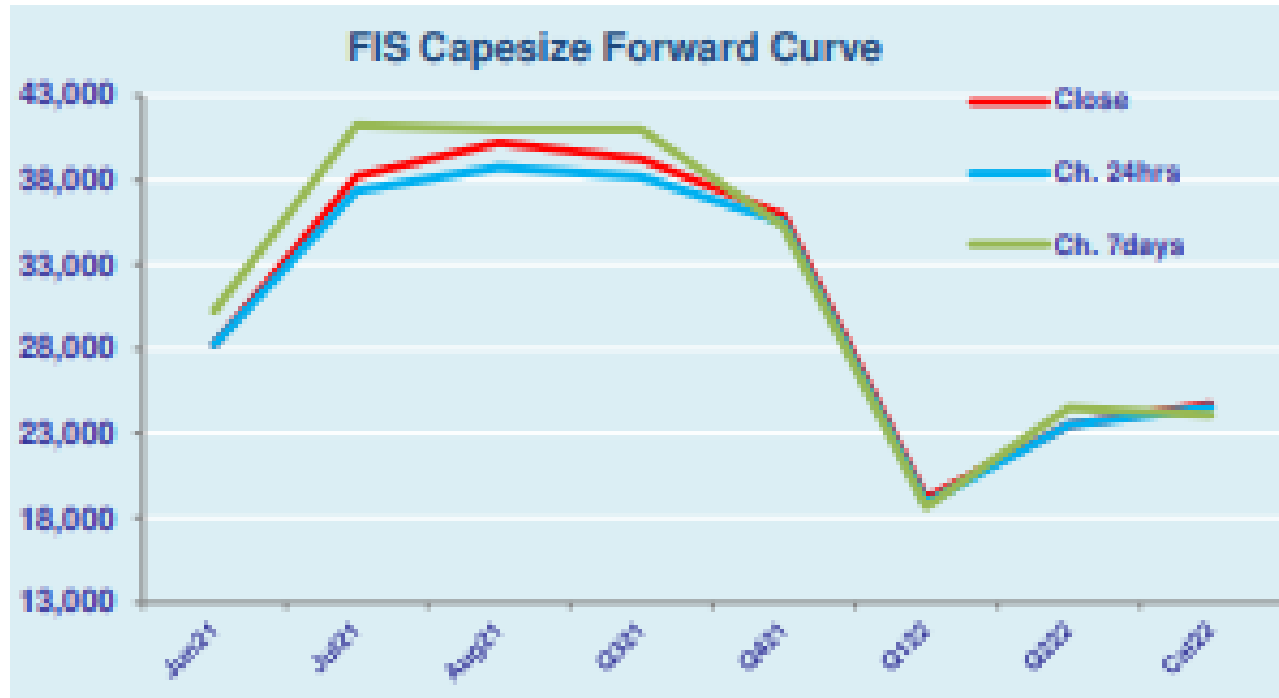
The Baltic Dry Freight Index



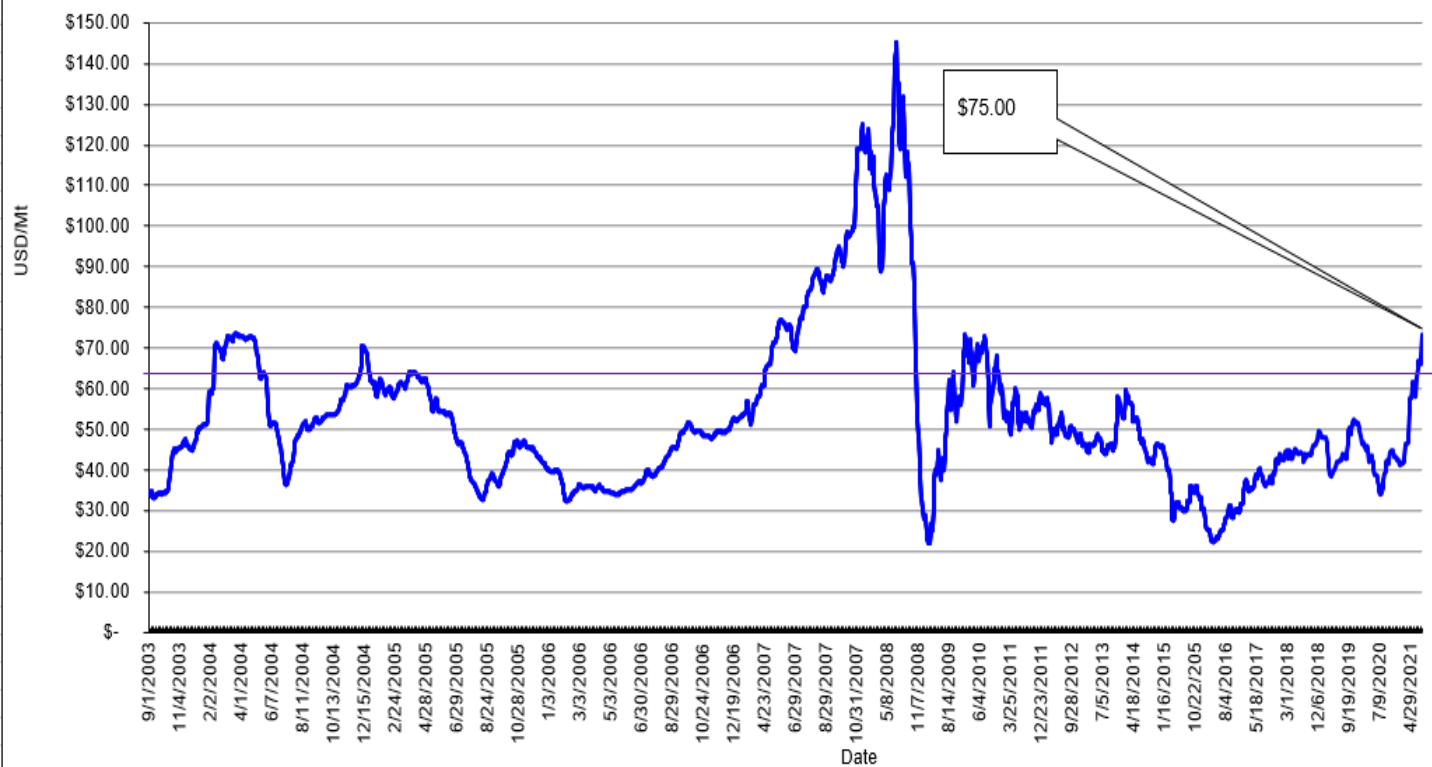
Baltic Panamax Index



Capesize Market Chart



Baltic Dry-Bulk Ocean Freight Index- US Gulf- Japan

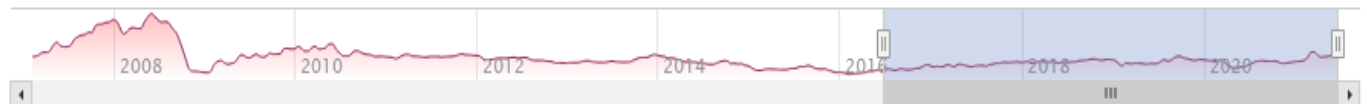
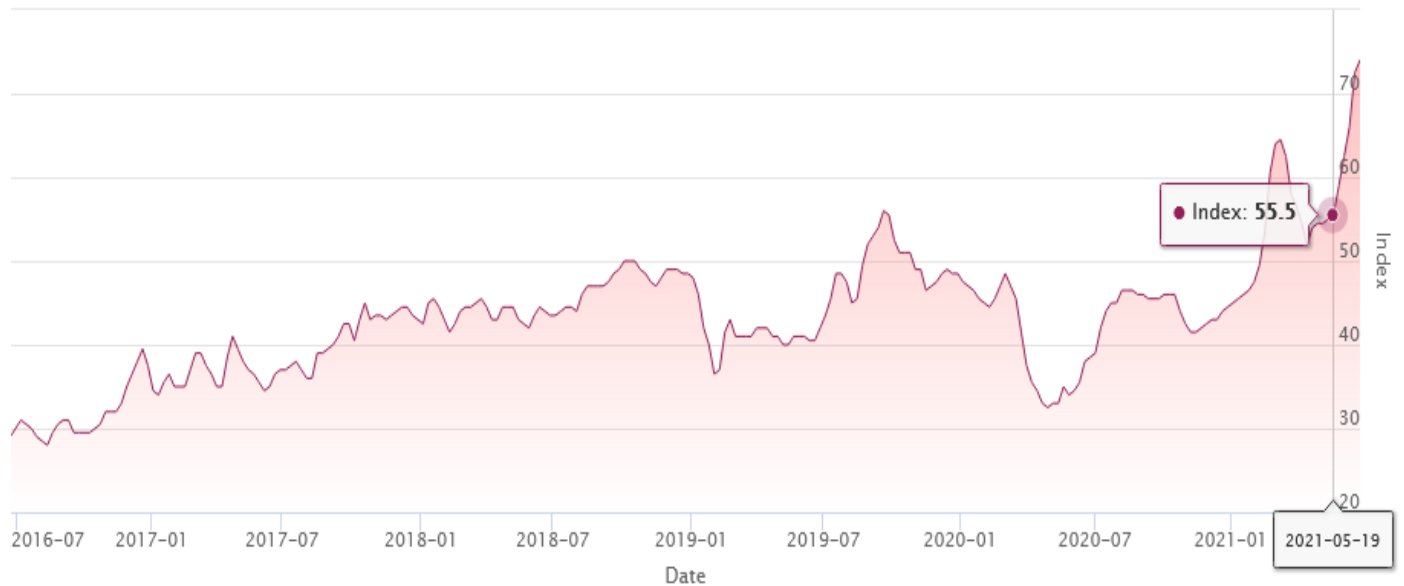


YAMAMIZU Index



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

From 2016-06-23 To 2021-06-23



China Import Dry Bulk Freight Index 2021-06-24

Description	Size MT	Cargo/Vessel Size	Unit	Rate	Change
Composite Index			Point	1533.05	34.29
Iron ore Freight Index			Point	1333.75	56.84
Dampier(West Australia)-Qingdao (China)	170000/10%	Iron ore	\$/ton	10.96	0.695
Soybean Freight Index			Point	1758.83	28.49
Santos(Brazil)— North China	66000/10%	Soybean	\$/ton	62.488	1.058
Santos(Brazil)—North China	60000/10%	Soybean	\$/ton	63.567	0.955
Tacoma(West America)—North China	63000/10%	Soybean	\$/ton	42.022	0.482
Mississippi(US Gulf)—North China	66000/10%	Soybean	\$/ton	73.985	1.235

24 June 2021 U.S. FOB Vessel Export Market Values:

U.S. Yellow Corn (USD/MT) FOB Vessel				
#2 YC	GULF # 2 YC		PNW # 3 YC	
Max. 14.5% moisture	BASIS	FLAT PRICE	BASIS	FLAT PRICE
July	0.75	\$286.70	1.37	\$311.10
Aug.	1.74	\$284.73	2.00	\$294.96
Sept.	1.20	\$263.47	2.00	\$294.96
Oct.	1.30	\$262.19	1.88	\$285.02
Nov.	1.25	\$260.22	1.58	\$273.21
Dec.	1.20	\$258.25	1.60	\$274.00

The Gulf spread between #2 & #3 YC is currently about .03 cents per bushel (1.18/mt) at USG but is out to .06/bushel in the PNW.

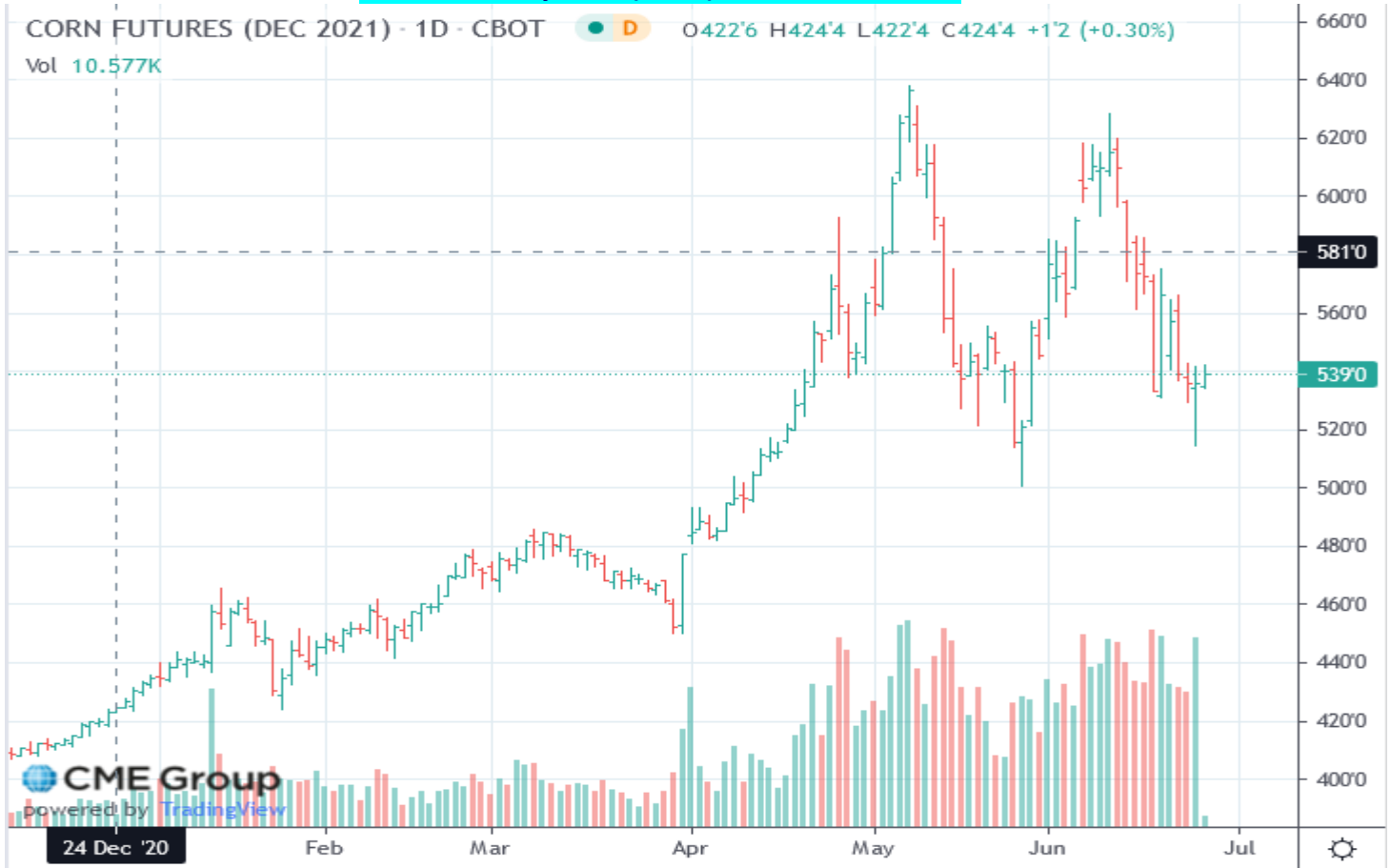
SORGHUM (USD/MT) FOB VESSEL		
#2 YGS Fob Vessel	TEXAS Gulf	
Max. 14.0% moisture	BASIS	FLAT PRICE
July	2.20	\$343.78
Aug. (Z)	3.30	\$340.93
Oct.	2.80	\$321.24
Nov.	2.80	\$321.24
Dec.	2.80	\$321.24

Fob vessel Texas Gulf #2 Sorghum is about 120 % the value of #2 Yellow Corn at NOLA.
And is above the price of Fob SRW & HRW Wheat at the U.S. Gulf.

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	\$263.17	\$263.45	\$267.12	\$284.21
Basis	0.65	0.65	0.75	1.15
WN	6.5125			.
WU	6.5200			
WZ	6.5850			

CME/CBOT July 2021 (CN21) Corn Futures Chart



CME/CBOT July 2021 (WN21) SRW Wheat Futures Chart



U.S. Soybean and SBM Markets Fob Vessel:

U.S. Yellow Soybeans (USD/MT) FOB Vessel				
# 2 YSB	U.S. Gulf #2 YSB		PNW #2 YSB	
14.0 % Moisture	Basis	Flat Price	Basis	Flat Price
July	0.76	\$531.77	1.60	\$562.63
Aug.	1.15	\$532.41	1.90	\$559.97
Oct.	1.20	\$518.72	1.95	\$546.28
Nov.	1.20	\$518.72	1.87	\$543.34
Dec.	1.24	\$522.03	1.85	\$542.61
Soybean Futures				
July	\$ 13.7125			
Aug.	\$ 13.3400			
Sept.	\$ 12.9875			
Nov.	\$ 12.9175			
Jan.	\$ 12.9675			
Mar.	\$ 12.8550			

U.S. SBM (USD/MT) FOB Vessel		
Fob U.S. Gulf Port	47.5 Pro. SBM	
max 12.5 % moisture	Basis	Flat Price
July	5.00	\$ 386.76
Aug.	9.00	\$ 391.28
Sept.	12.00	\$ 395.47
Oct.	19.00	\$ 403.40
Nov.	19.00	\$ 407.70
SBM Futures		
SMN	\$ 345.80	
SMQ	\$ 345.90	
SMU	\$ 346.70	
SMV	\$ 346.90	
SMZ	\$ 350.80	
SMF	\$ 351.20	

CME July 2021 Soybean (SN21) Futures Chart:



CME July 2021 Soybean Meal (SMN21) Futures Chart



U.S. EXPORT STATISTICS: Report Activity as of Week Ending 10 June 2021

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 '21-22 (Wheat & Barley '22/'23) (000 MT)
Corn	212.8	69,315.8	72,390	96%	15,369.9
Sorghum	0.0	7,226.1	7,750	93%	1,595.0
Soybeans	68.5	61,617.9	62,050	99%	7,562.1
Wheat	291.2	5,799.6	24,490	24%	0.0
Barley	0.0	24.8	260	10%	0.0

U.S. EXPORT INSPECTIONS:

Monday's report 21 June 2021 for the Export week ending 17 June 2021

	Export Inspections		Current Market Year YTD	Previous Year to Date	2020/21 YTD as Percent of 2019/20 YTD (Wheat and Barley '21/'22 YTD vs '20/'21 YTD)
	This Week	Previous Week			
Corn	1,481,426	1,610,533	55,515,995	32,103,601	173%
Sorghum	18,330	151,740	6,436,284	3,852,299	167%
Soybeans	175,359	129,536	56,983,618	36,486,985	156%
Wheat	548,578	499,774	1,242,837	1,485,594	84%
Barley	73	710	783	367	213%

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

U.S. EXPORT INSPECTIONS:

Monday's report 21 June 2021 for the Export week ending 17 June 2021

Last Week								
(Metric Tons)	YC	%	WC	%	Sorghum	%	Soybeans	%
Lakes	0	0%	0	0%	0	0%	11,974	7%
Atlantic	0	0%	0	0%	0	0%	4,186	2%
Gulf	938,585	66%	48,517	100%	17,350	95%	108,210	62%
PNW	328,686	23%	0	0%	0	0%	0	0%
Interior Export Rail	165,614	12%	0	0%	980	5%	50,989	29%
Metric Tons	1,432,885		48,517		18,330		175,359	

Sorghum Shipments: metric tons

17,350	Somalia
980	Korea Rep
18,330	Total

White Corn metric tons

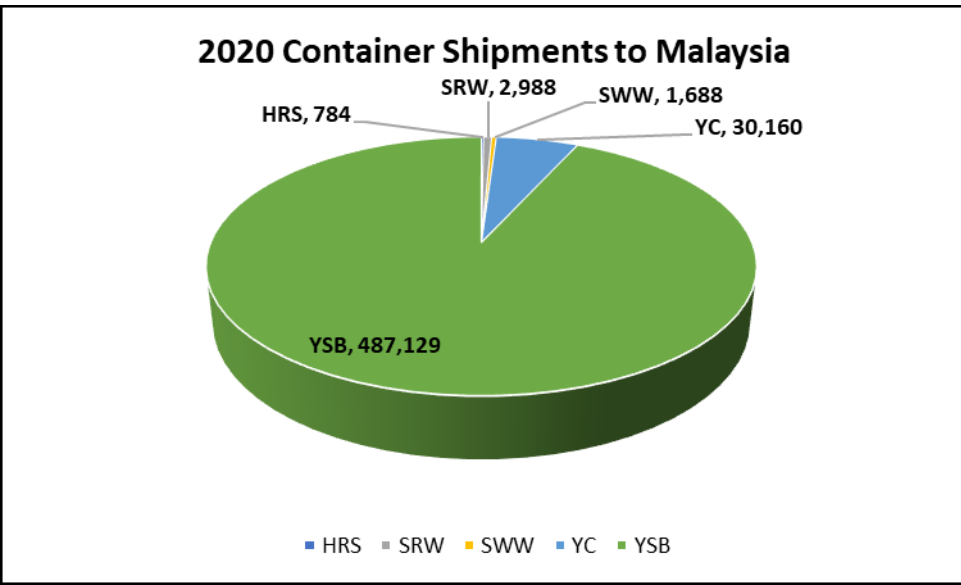
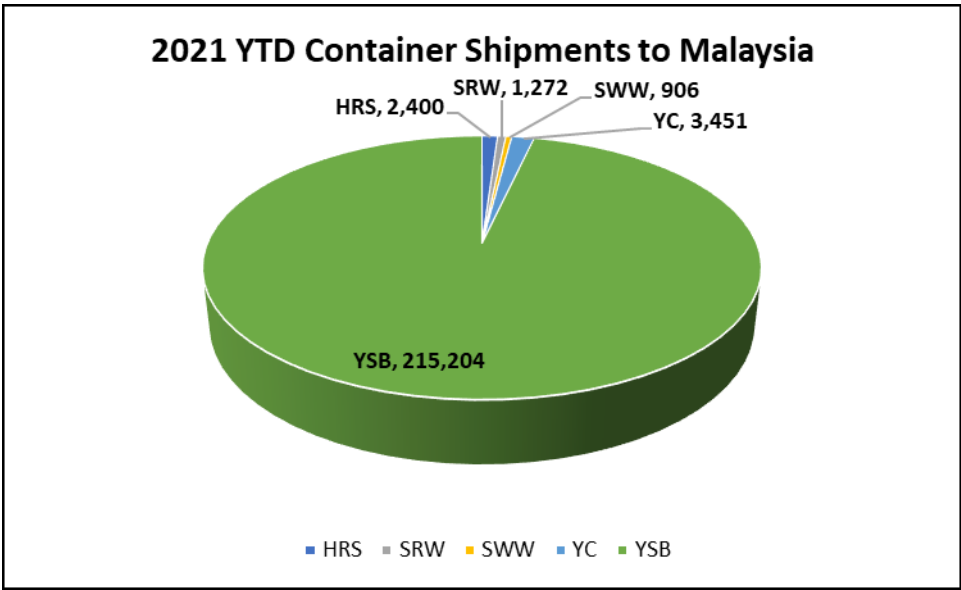
Shipments:	9,040	El Salvador
	12,477	Honduras
	27,000	Mexico
	48,517	Total

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:		17-Jun-2021							
Last Week	metric tons								MT
	YC	WC	YSB	SRW	NS	SWH	HRW	Sorghum	TOTAL
China			4,016	612					4,628
Taiwan	6,342		1,590						7,932
Hong Kong	24								24
Costa Rica									0
Indonesia			13,957						13,957
French Poly	196								196
Japan			979						979
Korea Rep.			2,130					980	3,110
Sri Lanka			245						245
Malaysia			1,786						1,786
Nigeria			196						196
Philippines			1,150						1,150
Thailand			980						980
Nepal									0
Ireland									0
Bangladesh									0
Jordan	24								24
Vietnam			3,403						3,403
Sub Total:	6,586	0	30,432	612	0	0	0	980	38,610
USDA Corrections/Additions to previous reports:									
Taiwan			343						343
China									0
Hong Kong									0
Korea Rep.			685						685
Cambodia									0
Japan									0
Philippines									0
Indonesia									0
Malaysia									0
Thailand									0
Vietnam			416						416
Bangladesh									0
Canada									0
Sub Total:	0	0	1,444	0	0	0	0	0	1,444
Mt. Grand Total	6,586	0	31,876	612	0	0	0	980	40,054
Number of Containers	286	0	1,386	27	0	0	0	43	

Jan - Dec 2020 Annual Totals versus 2021 YTD Container Shipments (in MT)



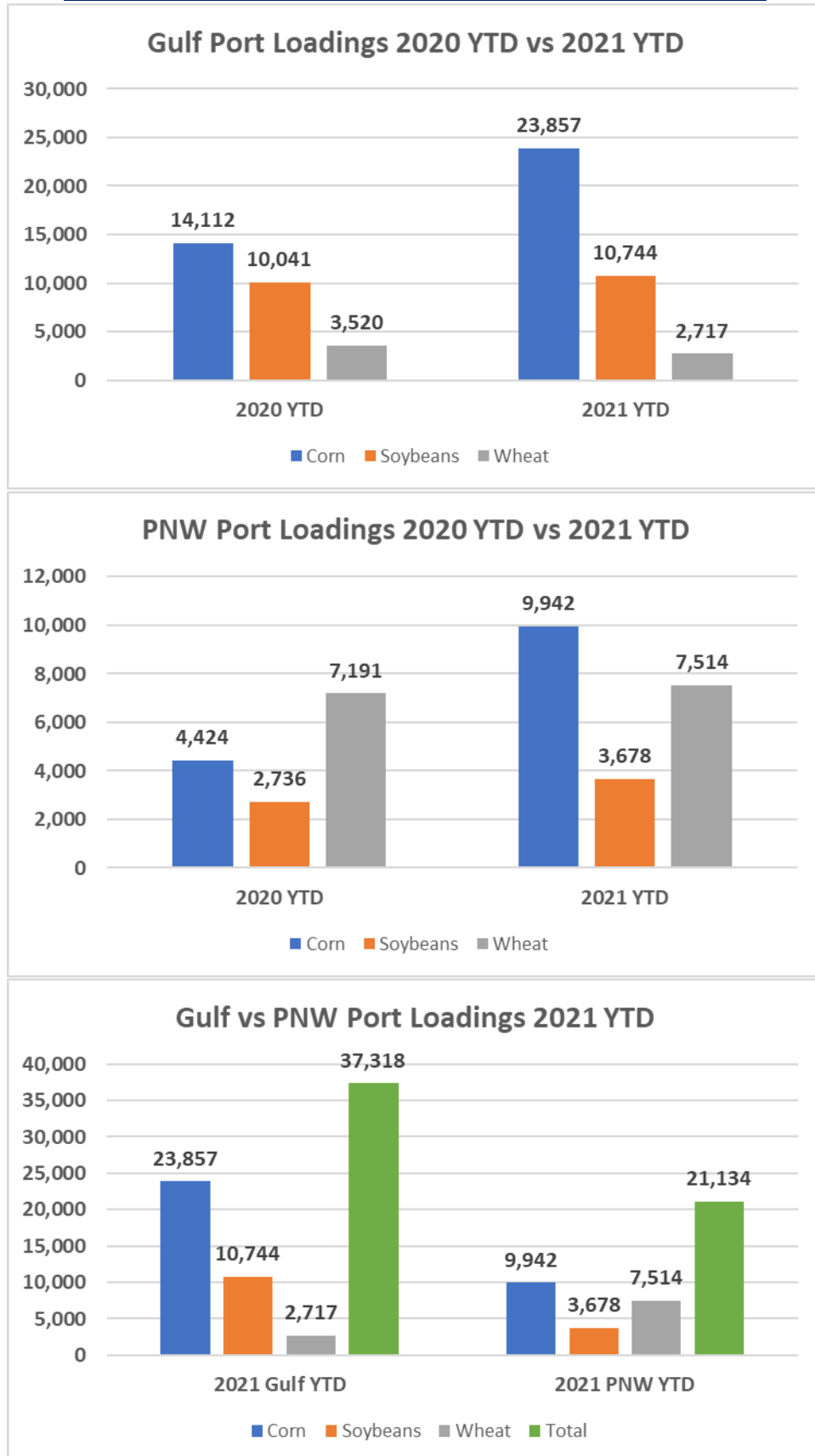
Grain Inspections for Export by U.S. Port Regions:
U.S. Gulf and Pacific Northwest 2020 YTD vs. 2021 YTD

PORT LOADINGS US Gulf				
(1,000 MT)	CORN	SOYBEANS	WHEAT	TOTAL
GULF				
2020 YTD	14,112	10,041	3,520	27,673
2021 YTD	23,857	10,744	2,717	37,318
2021 as % of 2020	169%	107%	77%	135%

PORT LOADINGS US PNW				
(1,000 MT)	CORN	SOYBEANS	WHEAT	TOTAL
PNW				
2020 YTD	4,424	2,736	7,191	14,351
2021 YTD	9,942	3,678	7,514	21,134
2021 as % of 2020	225%	134%	104%	147%

PORT LOADINGS GULF vs. PNW				
(1,000 MT)	CORN	SOYBEANS	WHEAT	TOTAL
2021 Gulf YTD	23,857	10,744	2,717	37,318
2021 PNW YTD	9,942	3,678	7,514	21,134
TOTAL	33,799	14,422	10,231	58,452
Gulf Percentage	71%	74%	27%	64%
PNW Percentage	29%	26%	73%	36%

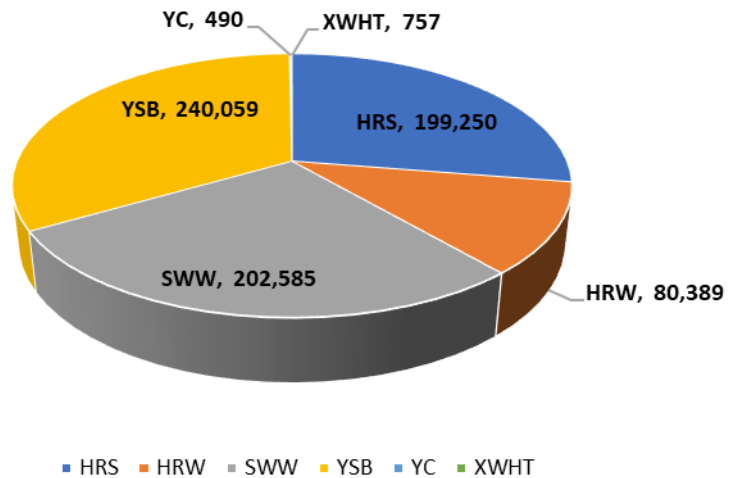
Grain Inspections for Export by U.S. Port Regions (1,000MT):
U.S. Gulf and Pacific Northwest 2020 YTD vs. 2021 YTD



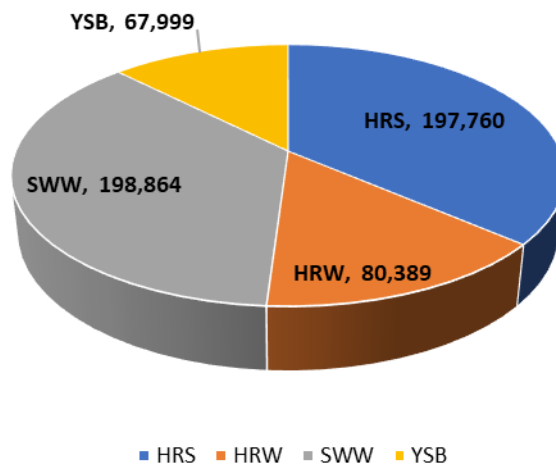
Source: USDA-data

2021 YTD Total Grain Exports reported by USDA (in MT)

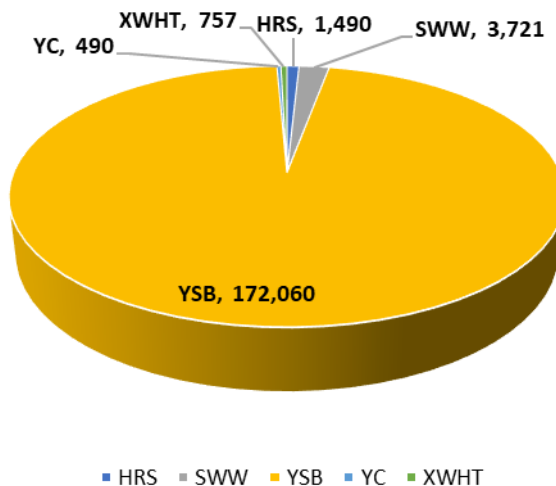
2021 YTD Exports to Thailand



YTD Vessel Shipments to Thailand



YTD Container Shipments to Thailand



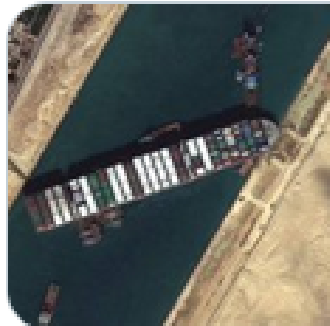
*Please keep in mind that USDA does not report DDGS sales

Shipping News

Joachim Meyerhoff @JoachimHB · 8h

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Suez Canal Authority and insurers close to a deal on Ever Given compensation

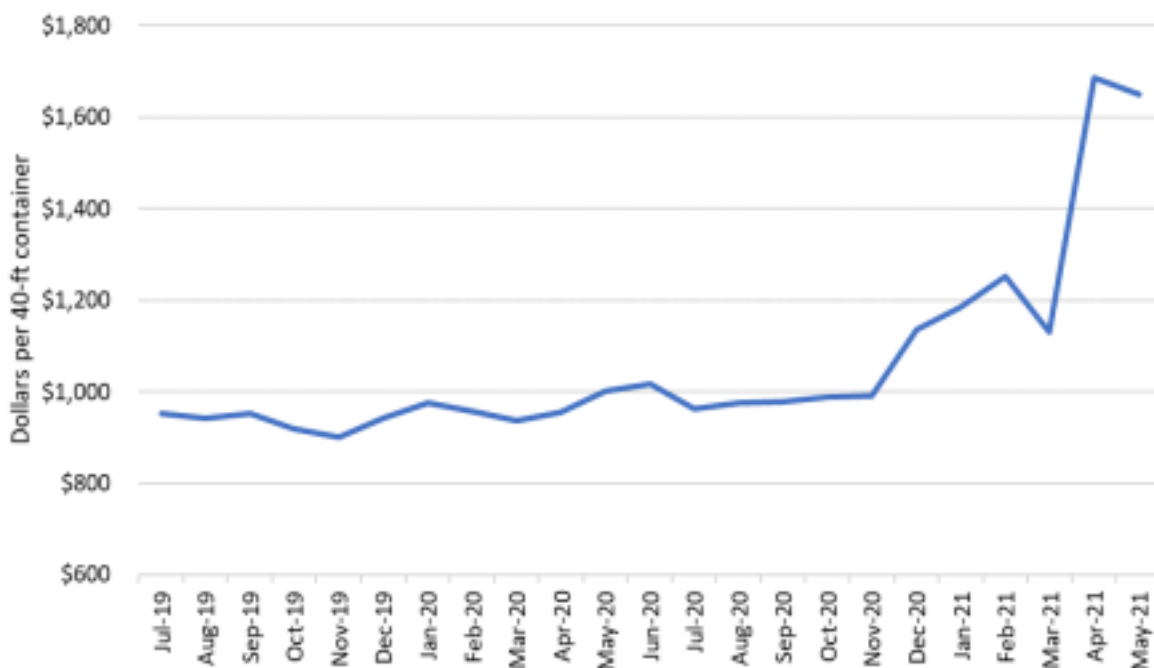


Suez Canal Authority and insurers close to a deal on...
The UK P&I Club and other insurers are close to an agreement with the Suez Canal Authority (SCA) for ...
theloadstar.com

Table 1. January to March 2021 containerized grain exports

Commodity	Metric tons	TEU	% change from 4-year avg.	% of total Q1 2021
Soybeans	1,439,352	108,778	68%	52%
Distillers' dried grains (DDGS)	677,451	54,288	4%	24%
Corn	329,417	25,434	72%	12%
Animal feed	279,400	24,448	44%	10%
Residues of starch manufacturing	22,305	1,784	-41%	1%
Other	26,699	2,296	-84%	1%
Total	2,774,624	217,028	32%	100%
Note: TEU = 20-foot equivalent units; avg. = average. Data for second-quarter 2021 are not yet available.				
Source: IHS Markit/PIERS				

Figure 1. Index of U.S. containerized export ocean freight rates



Note: Data reflect spot market rates, not contracted rates, which are confidential. Rates represent all exports, not specifically agricultural shipments.

Source: Drewry Transpacific Westbound Rate Index History, Drewry Supply Chain Advisors, Container Freight Rate Insight.

Nick Ristic @ristic_nick · 5h

Cape July FFAs struggling to break above the 39k mark

#drybulk #shipping @braemarscreen



Dry Bulk ETF @DryBulkETF · 1h

...

Commodore on Capesize:" We see there being great potential for the Capesize market to enjoy an epic rally in the very near term...this rally could begin as soon as tomorrow...We expect that Atlantic basin spot Capesize availability will soon become very tight..."

[#drybulk](#)

Peter Tirschwell @PeterTirschwell · 4h

...

Whatever the trade policy objective might be of tripling the cost of new chassis, it is making a bad situation at the ports and railheads even worse. Good comments here from [@arijashe](#)

Inv. No. 731-TA-1537 (Final)
Contact: Peg O'Laughlin, 202-205-1819



Ari Ashe · 2nd

...

Senior Editor at Journal of Commerce
6h · Edited ·

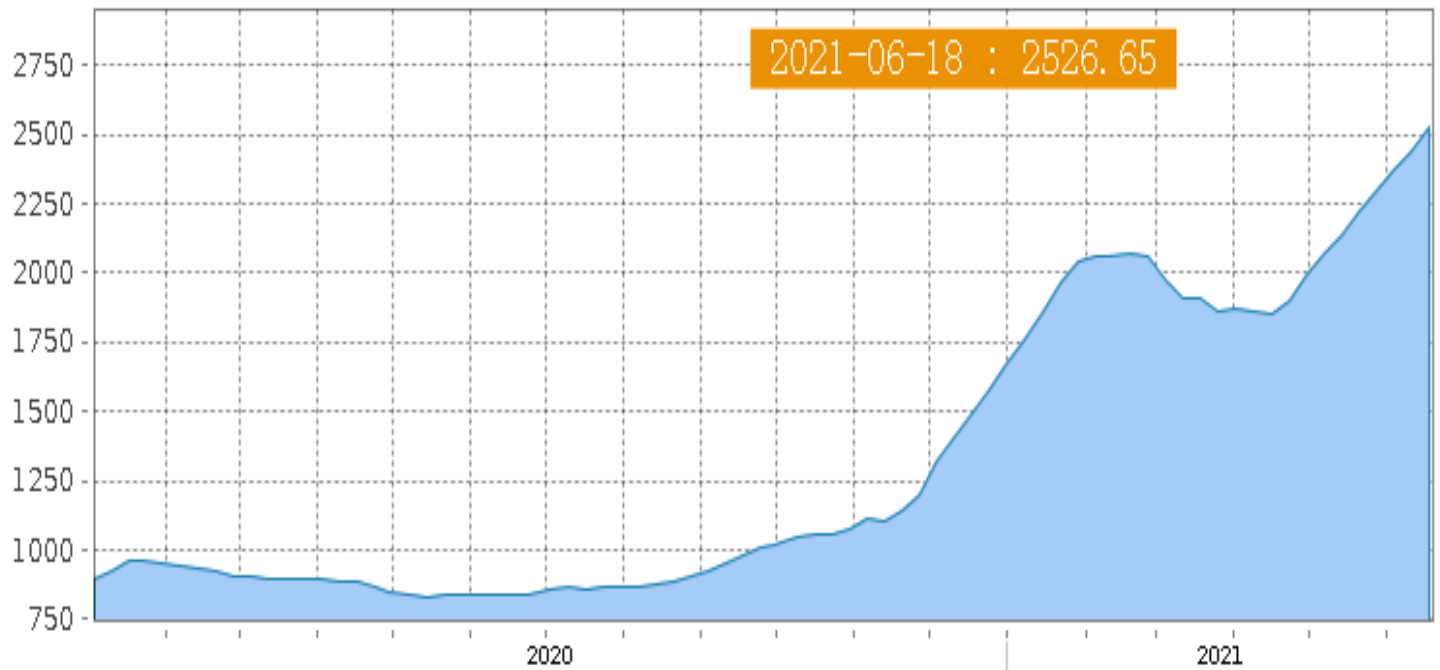
Yesterday, in a move everyone acknowledged would occur, the [U.S. International Trade Commission](#) found material injury to certify antidumping duties on Chinese-made chassis. Now it's official: CIMC chassis built in China are subject to a tariff, a countervailing duty, and an anti-dumping duty, which triples the cost of a CIMC chassis to ~\$35,000. Meanwhile the appetite for 20 ft, 40 ft., 45 ft., and 53 ft. chassis from companies such as [Direct ChassisLink Inc. \(DCLI\)](#), [FlexiVan](#), [TRAC Intermodal](#), [Milestone Equipment Holdings](#), [NACPC](#), and others has never been higher with companies [Cheetah Chassis Corporation](#), [Hercules Chassis](#), [CIE Manufacturing](#), [Stoughton Trailers, LLC](#), and [Hyundai Translead](#) booked up through early 2022 with orders.

June 21, 2021
News Release 21-079
Inv. No. 731-TA-1537 (Final)
Contact: Peg O'Laughlin, 202-205-1819

CHASSIS AND SUBASSEMBLIES FROM CHINA INJURE U.S. INDUSTRY, SAYS USITC

U.S. International Trade Commission | U.S. Department of Commerce | U.S. Trade Representative | U.S. Trade Policy Council | U.S. Trade Policy Committee | U.S. Trade Policy Review Committee | U.S. Trade Policy Review Committee

China Containerized Freight Index



China Import Dry Bulk Freight Index



U.S. RIVER BARGE FREIGHT
Current Barge Freight for Placement Last Half July 2021

Placement LH July 2021	% of		Corn	Soybeans-Wheat
	Tariff	MT	BU	BU
Upper Mississippi	390	\$26.61	0.68	0.72
Illinois River (Pekin and South)	280	\$19.11	0.49	0.52
Mid-Mississippi	285	\$14.01	0.36	0.38
Lower Ohio	225	\$11.06	0.28	0.30
St. Louis	190	\$ 8.36	0.21	0.23

Secondary Rail Car Market for car placement period: Last Half July 2021.

Secondary Rail Car Market Placement LH. July 2021	BID USD	ASK USD	BID BU.	ASK BU.	BID MT	ASK MT
BNSF Shuttle Trains	\$ (350.00)	\$ (250.00)	\$ (0.09)	\$ (0.06)	\$ (3.44)	\$ (2.46)
UPRR Shuttle Trains	\$ (300.00)	\$ (225.00)	\$ (0.08)	\$ (0.06)	\$ (2.95)	\$ (2.21)

Best Regards,

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*** The information in this market report is derived from sources believed to be reliable and accurate but cannot be guaranteed. Forward looking projections are never completely accurate, and these markets move quickly.

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