

**Transportation and Export Report for 8 June 2017****Ocean Freight Insights and Comments:**

It was another negative week for global Dry-Bulk freight; almost like the U.S. Soybean futures markets, but even they were up a little today.

It is much the same story; too much freight and not enough cargo business. I've heard that vessel owners are calling brokers they do not normally speak with to ask if they know of any business. East Coast South America is the only market with much demand. North American and Black Sea markets are fairly quiet. And so the Baltic Indices and physical markets are lower for the week.

**BALTIC DRY-BULK PANAMAX INDEX CHANGES**

Panamax Ocean Freight Indices				
8-Jun-17	This Week	Last Week	Difference	Percent Change
P2A : Gulf/Atlantic - Japan	11705	11736	-31	-0.3%
P3A - PNW/Pacific - Japan	5437	5880	-443	-7.5%
S1C -USGULF-China-So.Japan	15850	16939	-1,089	-6.4%

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

Four weeks ago:	\$ 5.60-\$ 6.35
Three weeks ago:	\$ 5.80-\$ 6.35
Two weeks ago:	\$ 6.00-\$ 6.35
One week ago:	\$ 6.05-\$ 6.40
This week	\$ 5.35-\$5.80

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

Mississippi River:	(10 elevators)	5-7 days
Miss. River Mid-Stream loaders:	(6+ Rigs)	0-4 days
Texas Gulf	(6 elevators)	1-12 days (only 2 facilities over 9 days)
Pacific Northwest:	(9 elevators)	3-17

Panamax Market Spreads to Asia -China					
8-Jun-17	PNW	GULF	Bushel Spread	MT Spread	Advantage
CORN	0.60	0.31	0.29	\$11.42	PNW
SOYBEANS	0.78	0.47	0.31	\$12.20	PNW
OCEAN FREIGHT	\$17.00	\$35.00	.46-.49	<b>\$18.00</b>	JULY

**Recent Reported Vessel Fixtures:**

70,000 mt hss Paranagua, Brazil to Bandar Khomeini, Iran June 15-18 at \$22.75 fio

8000satpmshex/10000thurs12pm/sat8amhex – Brampton

60,000 mt HSS Santos, Brazil to N. China July 1-10 at \$22.00/mt 8,000shex bends Mitsubishi

Route and Vessel Size	Current Week USD/MT	Change from previous week	Remarks
55,000 U.S. Gulf-Japan	\$36.00	Down \$0.50	Handymax at \$37.00 mt
55,000 U.S. PNW- Japan	\$18.00	Down \$0.50	Handymax at \$19.00 mt
55,000 U.S. Gulf – China	\$35.00	Down \$0.50	North China
PNW to China	\$17.00	Down \$0.50	
25,000 U.S. Gulf- Veracruz, México	\$13.75	Down \$0.25	3,000 MT daily discharge rate
35-40,000 U.S. Gulf- Veracruz, México	\$12.00	Down \$0.25	Deep draft and 6,000 MT per day discharge rate.
25/35,000 U.S. Gulf- <u>East Coast Colombia</u>	\$15.75	Down \$0.25	<u>West Coast Colombia at \$22.75</u>
From Argentina	\$24.75		
40-45,000 U.S. Gulf - Guatemala	\$23.00	Unchanged	Acajutla/Quetzal - 8,000 out
26-30,000 U.S. Gulf – Algeria	\$24.00 \$27.00	Down \$0.25	8,000 mt daily discharge 3,000 mt daily discharge
25-30,000 US Gulf-Morocco	\$23.00	Down \$0.25	5,000 discharge rate
55,000 U.S. Gulf –Egypt	\$20.50	Down \$0.50	55,000 -60,000 mt
PNW to Egypt	\$21.50		St. Lawrence to Egypt \$21.50
60-70,000 U.S. Gulf – Europe – Rotterdam	\$13.75	Down \$0.50	Handymax at +\$1.50 more
Brazil, Santos –China	\$24.00	Down \$1.00	54-58,000 Supramax-Panamax
Itacoatiara Port up River	\$23.00		60-66,000 Post Panamax
Amazonia - China	\$27.75		
56-60,000 Argentina-China Up River with Top Off	\$31.00	Down \$1.00	

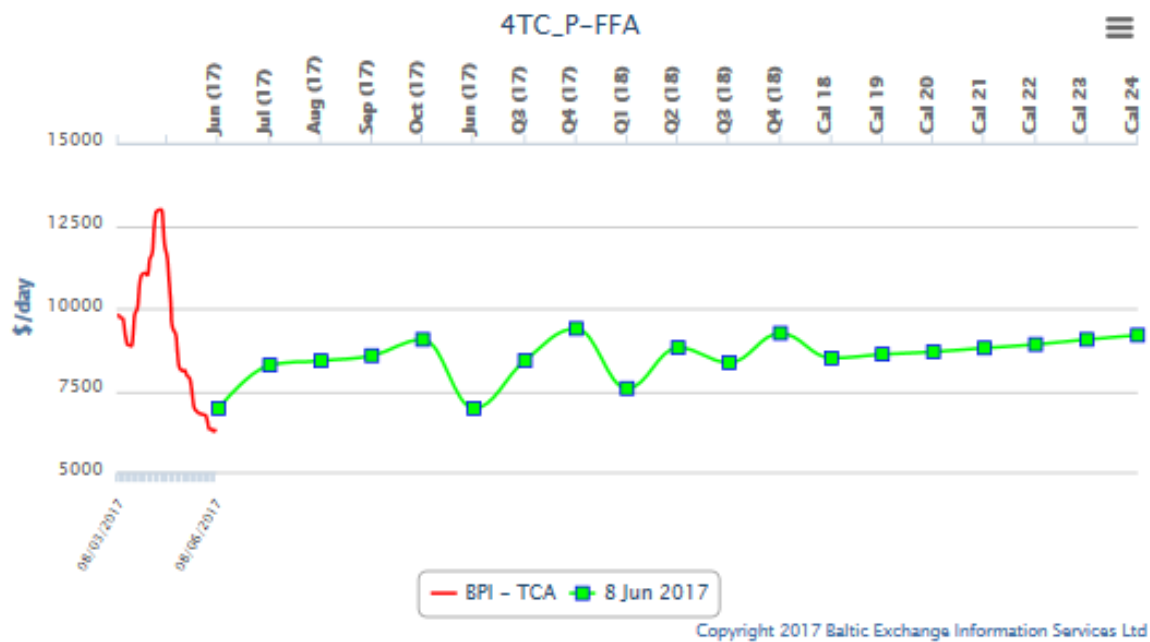
**Nautical Miles: To Xiamen China (South China)**

**US Gulf (NOLA) (via Panamá Canal) – 10,232 nautical miles (32 days)**

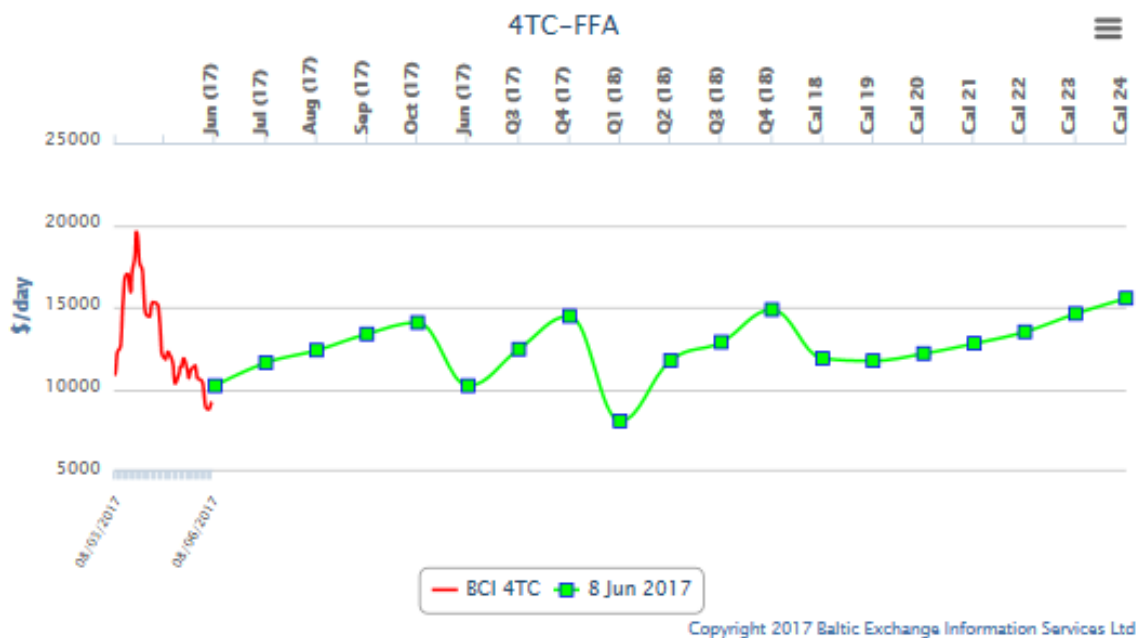
**Santos Brazil (via Cape of Good Hope) - 10,441 nautical miles (33 days)**

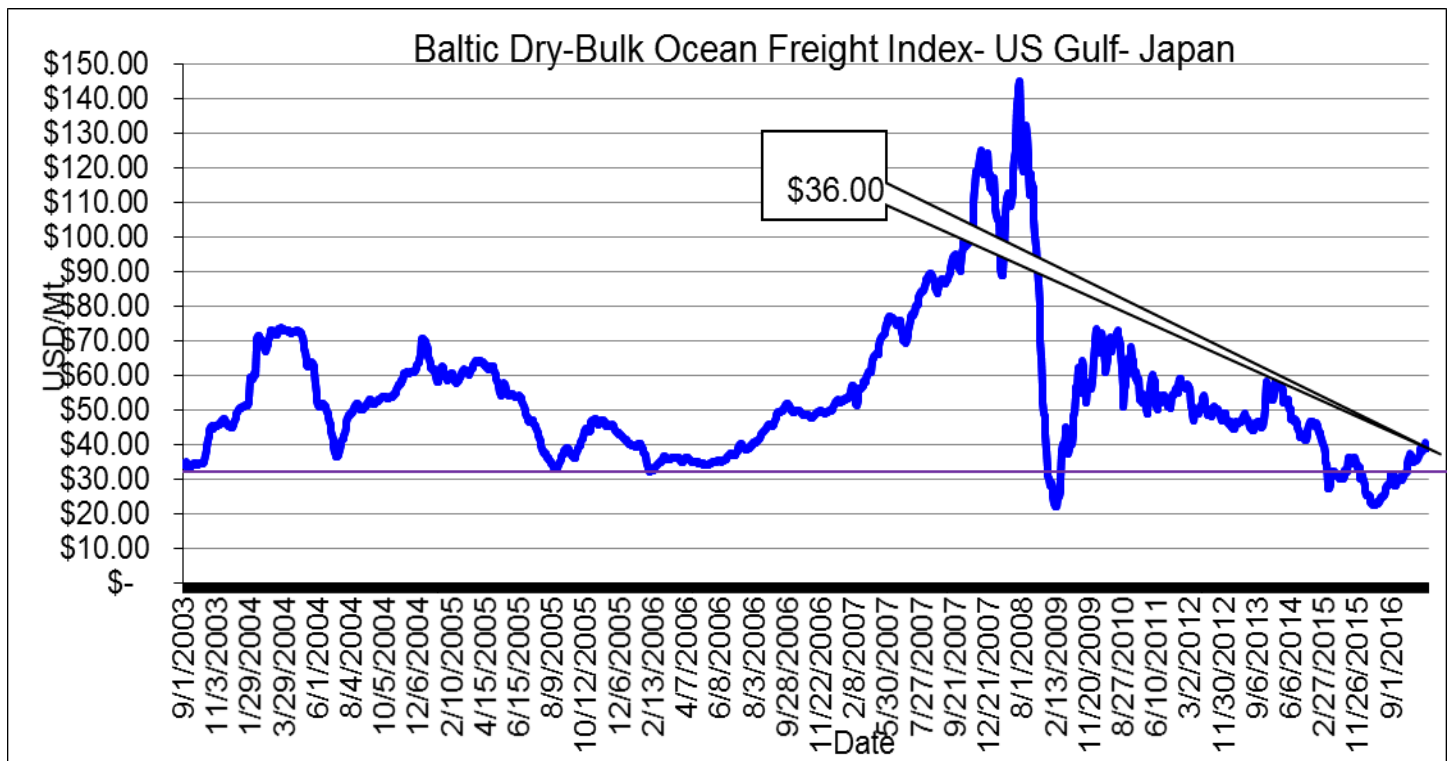
**Rasario Argentina (via Cape Horn) - 10,751 nautical miles (34 days)**

## Forward Curve for Baltic BPI Panamax Vessel Freight

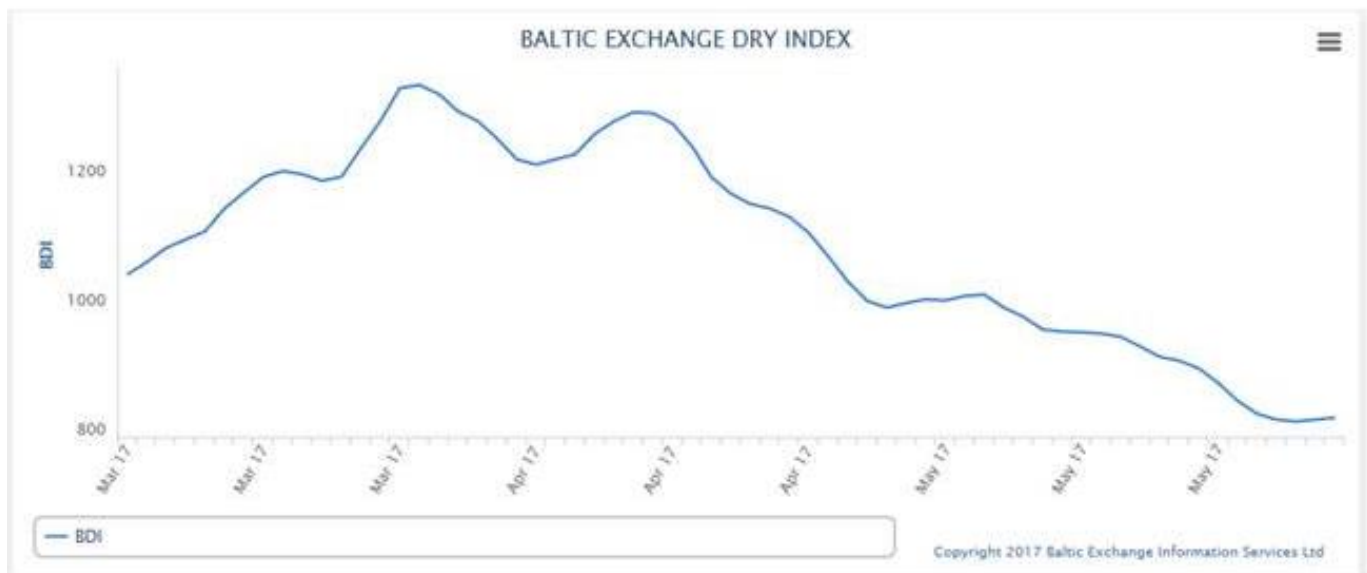


## Capesize FFA Market

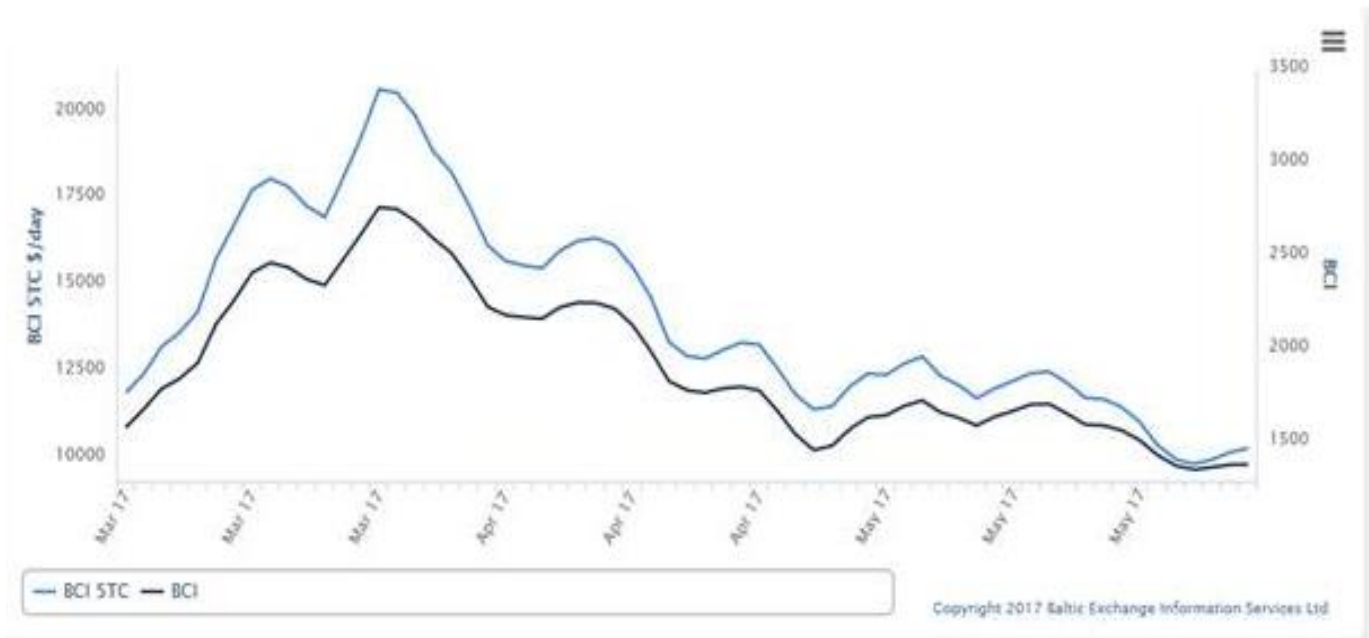




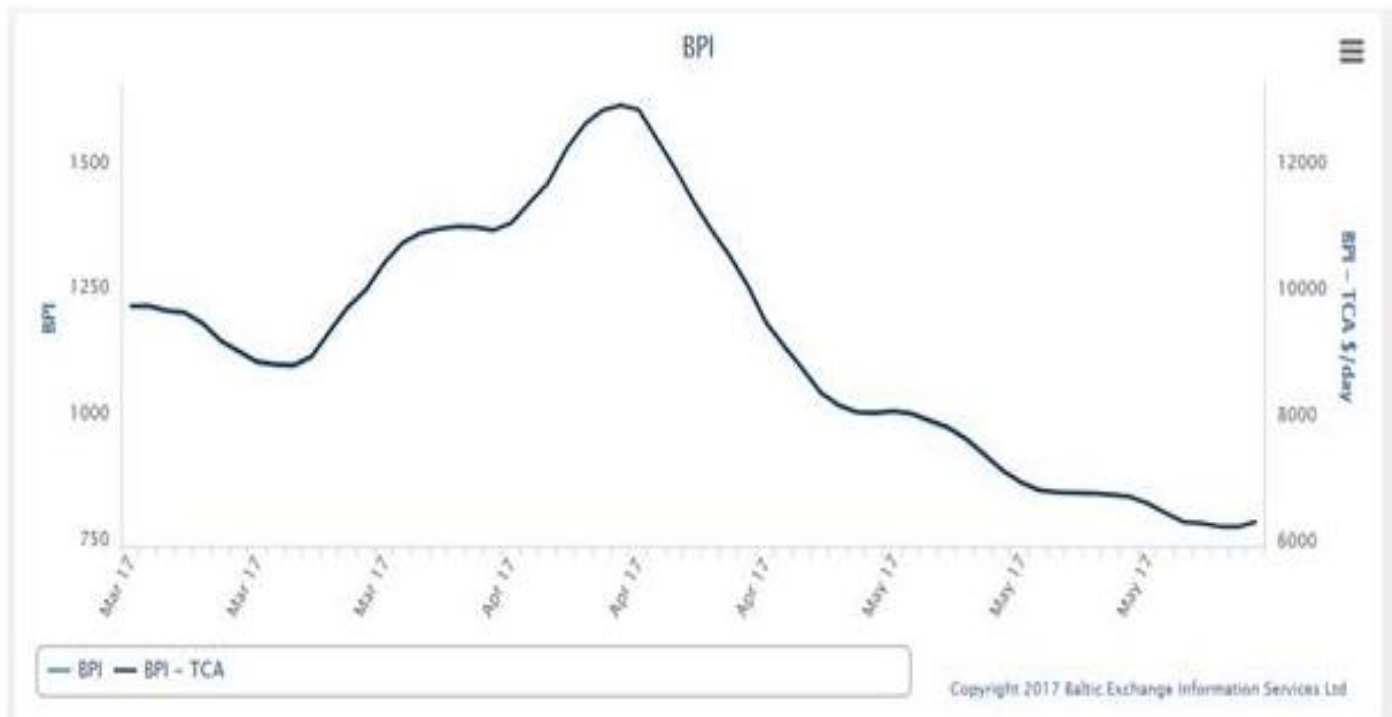
## Baltic Dry-Bulk Index



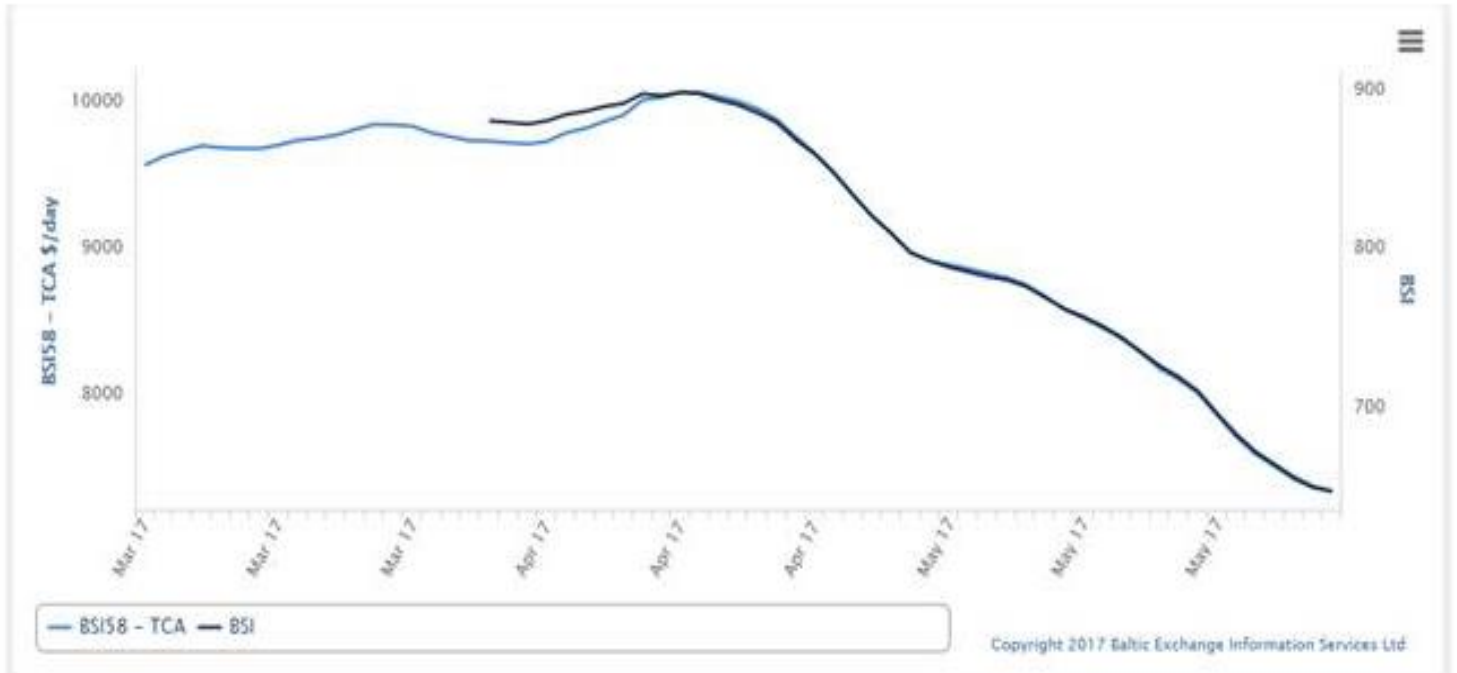
## Baltic Capesize Index



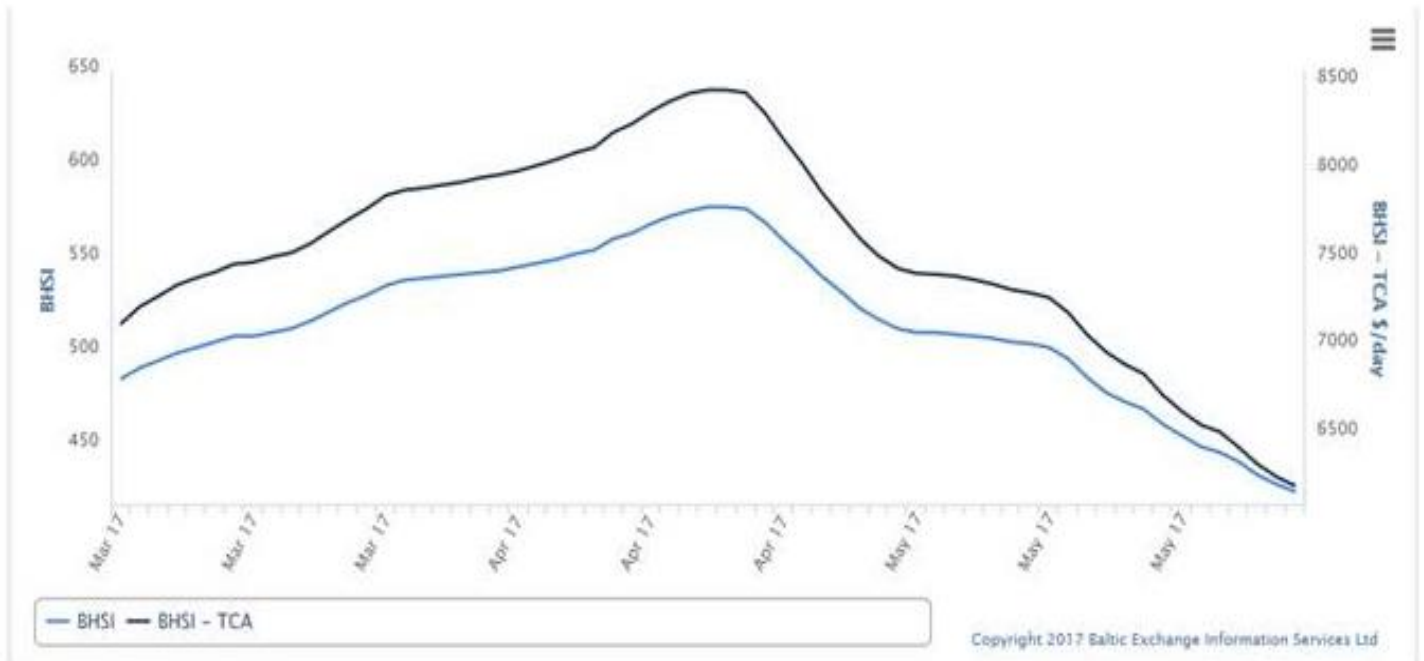
## Baltic Panamax Index



## Baltic Supramax Vessel Index



## Baltic Handy Size



# Yamamizu Shipping

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[Organization](#)
[Service](#)
[Access Map](#)
[Yamamizu Index](#)

## USG/Japan Index Result

Date From: 2016-04-01

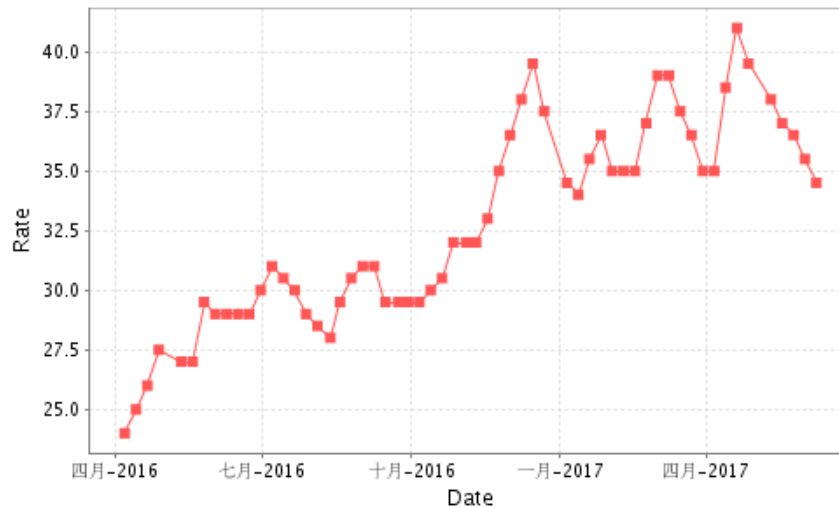
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Date To: 2017-06-09

V

Query

Reset



## China Import Dry Bulk Freight Index(CDFI)

2017-06-08

Index/Routes	Charterparty type	Cargo/Vessel type	Dwt/Cargo Capacity	Unit	Index/Rate	Change
Composite Index				Point	666	-4.13
VC Index				Point	634.9	-2.47
TCT Index				Point	712.64	-6.64
Santos(Brazil)— North China	VC	Soybean	60000/10%	\$/ton	22.721	-0.121
Tacoma(West America)—North China	VC	Soybean	60000/10%	\$/ton	17.005	-0.036
Mississippi(US Gulf) —North China	VC	Soybean	55000/10%	\$/ton	34.541	-0.045

**8 June 2017 FOB Vessel Export Market Values:**

<b>U.S. Yellow Corn (USD/MT FOB Vessel )</b>				
# 2 YC	U.S. Gulf #2 YC		PNW #2 YC	
15.0 % Moisture	Basis	Flat Price	Basis	Flat Price
<b>July</b>	0.30	<b>\$163.67</b>	0.56	<b>\$173.91</b>
<b>Aug.</b>	0.28	<b>\$165.94</b>	0.55	<b>\$176.56</b>
<b>Sept.</b>	0.35	<b>\$168.69</b>	0.58	<b>\$177.75</b>
<b>Oct.</b>	0.44	<b>\$176.27</b>	0.65	<b>\$184.54</b>
<b>Nov.</b>	0.48	<b>\$177.84</b>	0.68	<b>\$185.72</b>
<b>Dec.</b>	0.50	<b>\$178.63</b>	0.73	<b>\$187.69</b>

The Gulf spread between #2 and #3 YC is currently about 02 cents per bushel (0.80 per MT)

<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>	0.95	<b>\$189.26</b>	0.75	<b>\$181.39</b>
<b>Aug. (Z)</b>	0.95	<b>\$196.35</b>	0.75	<b>\$188.47</b>
<b>Sept. (Z)</b>	0.85	<b>\$192.41</b>	0.75	<b>\$188.47</b>
<b>Oct.</b>	0.80	<b>\$190.44</b>	0.70	<b>\$186.51</b>
<b>Nov.</b>	0.80	<b>\$190.44</b>	0.70	<b>\$186.51</b>

Nov. Fob vessel Texas Gulf #2 Sorghum is about 111 % the value of #2 Yellow Corn at NOLA

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

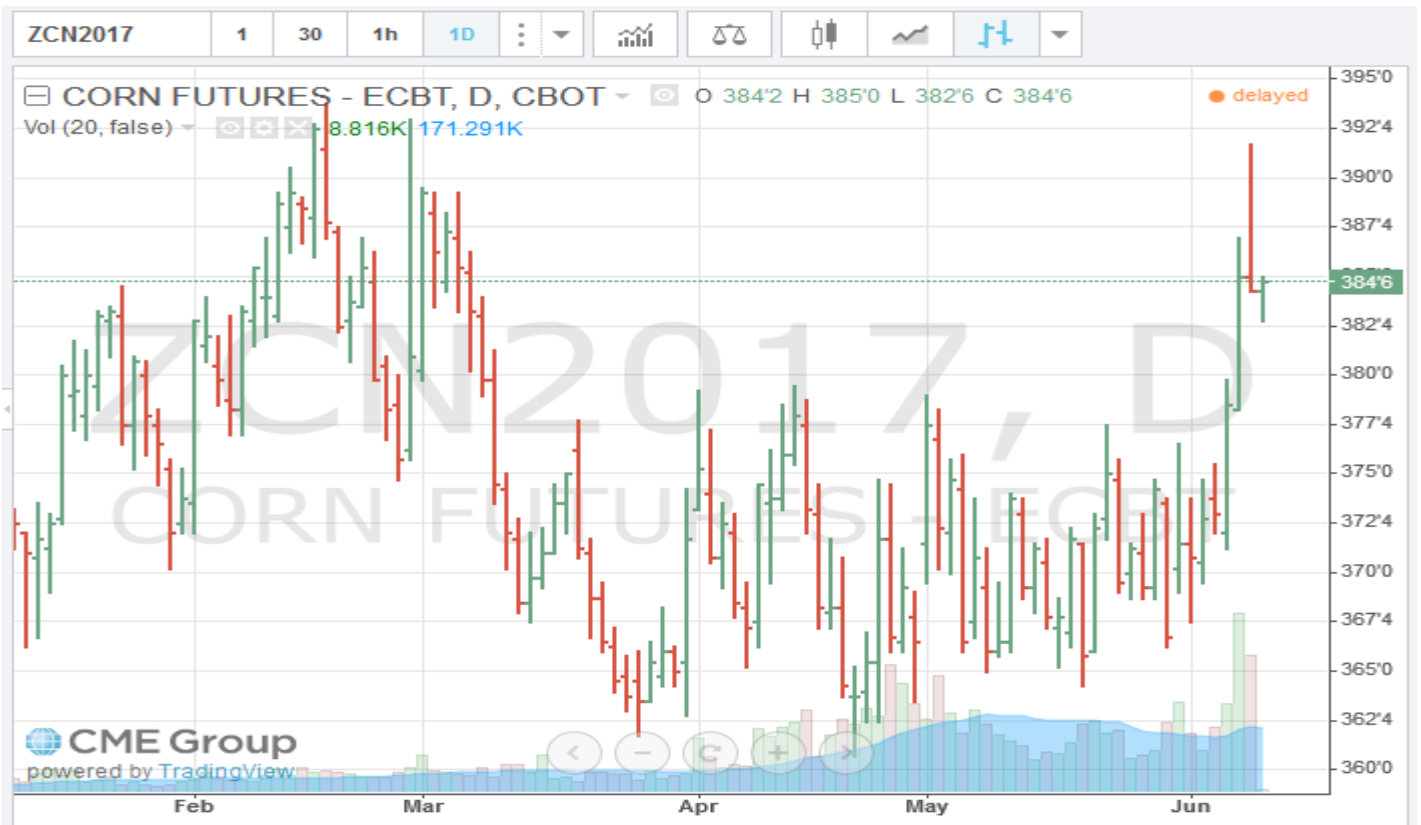
SRW Wheat	USD/MT	Fob Vessel	US Gulf	
	July	Aug.	Sept.	Oct.
FOB U.S. GULF	\$184.54	\$188.59	\$188.59	\$192.72
Basis	0.53	0.50	0.50	0.40
WN	4.4925			
WU	4.6325			
WZ	4.8450			

**CME CORN FUTURES MARKET CLOSE- Thursday**

CBOT CORN Month	Futures Symbol	Friday Close Bushel	Friday Close MT.	Last week Bushel	Last Week MT.	Difference Bushel
July	CN	\$3.8575	\$151.86	\$ 3.7050	\$145.86	\$0.1525
Sept.	CU	\$3.9350	\$154.91	\$ 3.7850	\$149.01	\$0.1500
Dec.	CZ	\$4.0375	\$158.95	\$ 3.8925	\$153.24	\$0.1450
Mar.	CH	\$4.1175	\$162.10	\$ 3.9900	\$157.08	\$0.1275
May	CK	\$4.1675	\$164.07	\$ 4.0500	\$159.44	\$0.1175



## CME/CBOT July 2017 (CN7) Corn Futures Chart –



## CME/CBOT July 2017 (WN7) SRW Wheat Futures Chart –

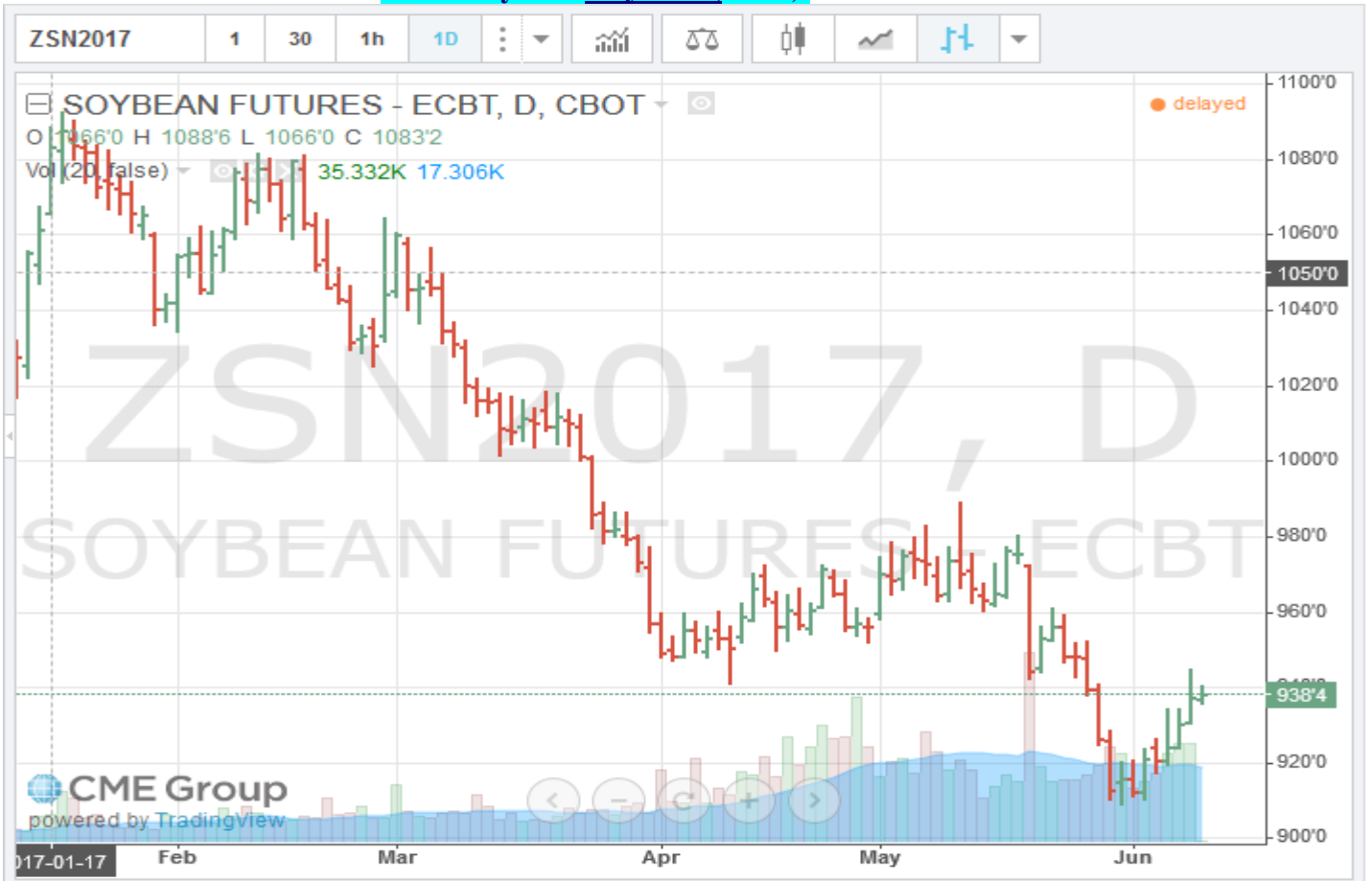


## Soybean and SBM Markets Fob Vessel:

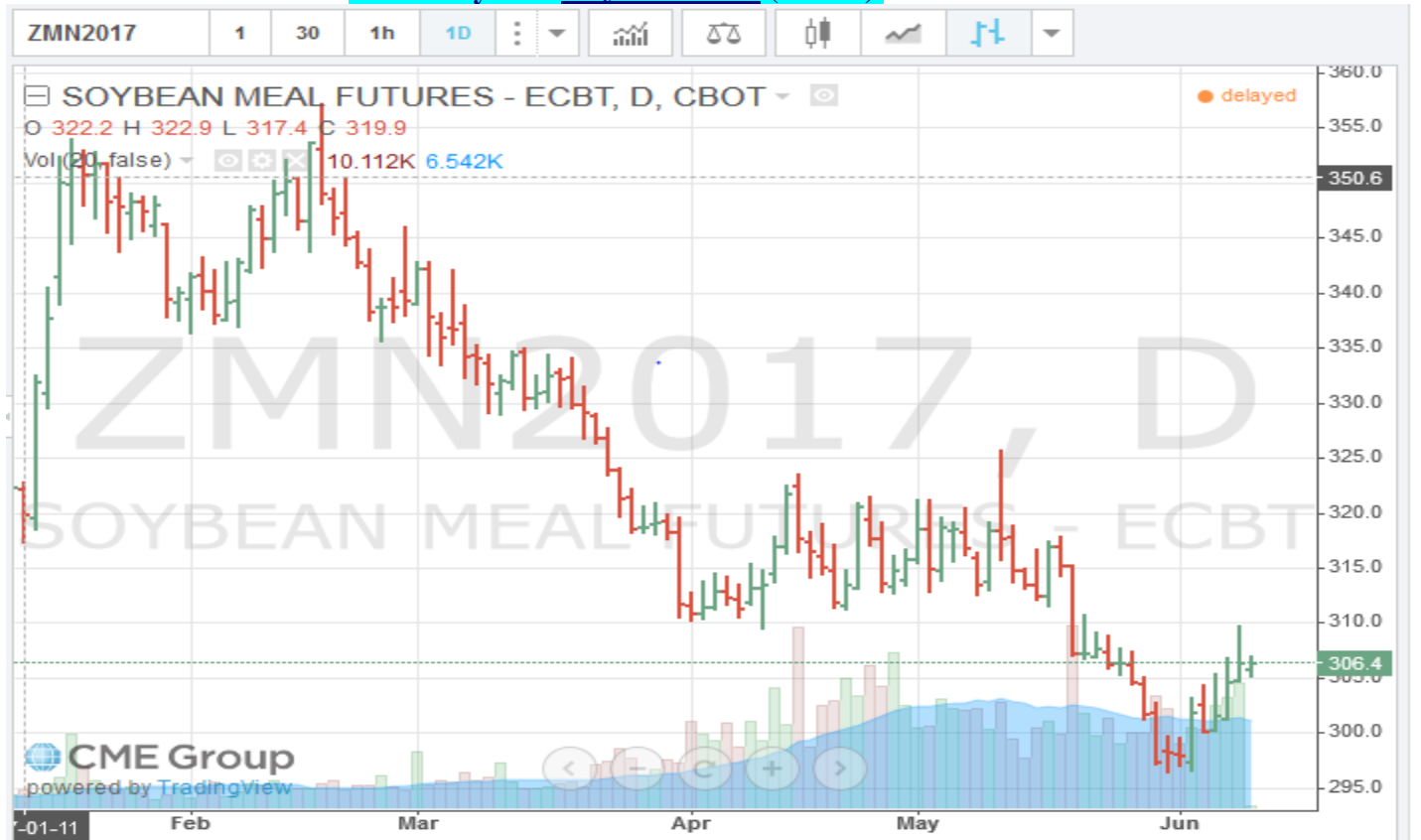
<b>U.S. Yellow Soybeans (USD/MT FOB Vessel )</b>				
# 2 YSB	<b>U.S. Gulf #2 YSB</b>		<b>PNW #2 YSB</b>	
14.0 % Moisture	Basis	Flat Price	Basis	Flat Price
<b>July</b>	0.46	<b>\$352.09</b>	0.70	<b>\$360.91</b>
<b>Aug.</b>	0.50	<b>\$354.66</b>	0.75	<b>\$363.85</b>
<b>Sept.</b>	0.57	<b>\$357.24</b>	0.80	<b>\$365.69</b>
<b>Oct.</b>	0.60	<b>\$359.26</b>	0.90	<b>\$370.28</b>
<b>Nov.</b>	0.60	<b>\$359.26</b>	0.90	<b>\$370.28</b>
<b>Soybean Futures</b>				
<b>July</b>	\$ 9.1225			
<b>Aug.</b>	\$ 9.1525			
<b>Sept.</b>	\$ 9.1525			
<b>Nov.</b>	\$ 9.1775			
<b>Jan.</b>	\$ 9.2550			
<b>Mar.</b>	\$ 9.3175			

<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>	2.00	<b>\$ 330.20</b>
<b>Aug.</b>	4.00	<b>\$ 334.17</b>
<b>Sept.</b>	7.00	<b>\$ 338.91</b>
<b>Oct.</b>	8.00	<b>\$ 341.22</b>
<b>Nov.</b>	8.00	<b>\$ 343.10</b>
<b>SBM Futures</b>		
<b>SMN</b>	297.50	
<b>SMQ</b>	299.10	
<b>SMU</b>	300.40	
<b>SMV</b>	301.50	
<b>SMZ</b>	303.20	
<b>SMF</b>	304.00	

## CME July 2017 Soybean (SN17) Futures Chart



## CME July 2017 Soybean Meal (SMN7) Futures Chart



**U.S. EXPORT STATISTICS: Report Activity as of Week Ending 25 May 2017**  
**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 '17- 18 (000 MT)
Corn	552.3	53,667.9	56,520	95%	2,613.1
Sorghum	6.1	4,308.8	5,720	75%	0.0
Soybeans	631.2	58,438.1	55,790	105%	2,901.0
Wheat	32.3	28,369.3	28,170	101%	4,264.4
Barley	0.4	25.9	110	24%	27.8

**U.S. EXPORT INSPECTIONS:**

Monday's report 05 June 2017 for the Export week ending 01 June 2017

	Export Inspections		Current Market Year YTD	Previous Year to Date	2016 YTD as Percent of 2015
	This Week	Previous Week			
Corn	1,177,107	1,194,729	44,320,100	29,469,967	150%
Sorghum	144,456	121,397	4,811,149	7,159,348	67%
Soybeans	277,298	350,519	51,081,828	43,668,752	117%
Wheat	522,881	604,505	86,259	213,450	40%
Barley	6,180	431	0	0	#DIV/0!

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

**U.S. EXPORT INSPECTIONS:**

Monday's report 05 June 2017 for the Export week ending 01 June 2017

Last Week							
(Metric Tons)	YC	%	WC	%	Sorghum	%	Soybeans %
Lakes	0	0%	0	0%	0	0%	7,150 3%
Atlantic	0	0%	0	0%	0	0%	12,440 4%
Gulf	446,431	39%	38,645	100%	113,044	78%	124,836 45%
PNW	506,607	44%	0	0%	19,293	13%	68,658 25%
Interior Export Rail	185,424	16%	0	0%	12,119	8%	64,214 23%
Metric Tons	1,138,462		38,645		144,456		277,298

Sorghum Shipments:	metric tons		White Corn Shipments:	metric tons	
	118,298	China Main		9,085	Honduras
	14,039	Japan		29,560	Mexico
	12,119	Mexico		38,645	Total
	144,456	Total			

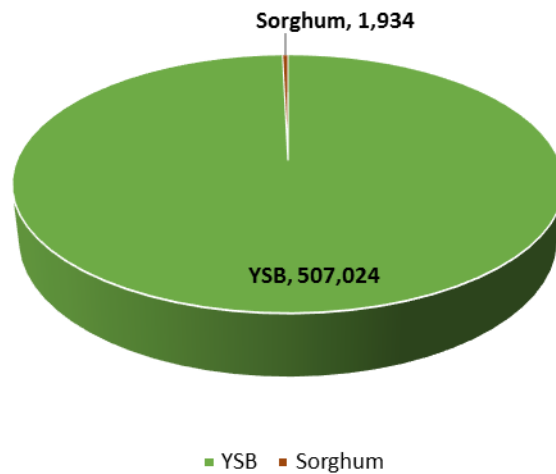
## Export Inspection Highlights

**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).*

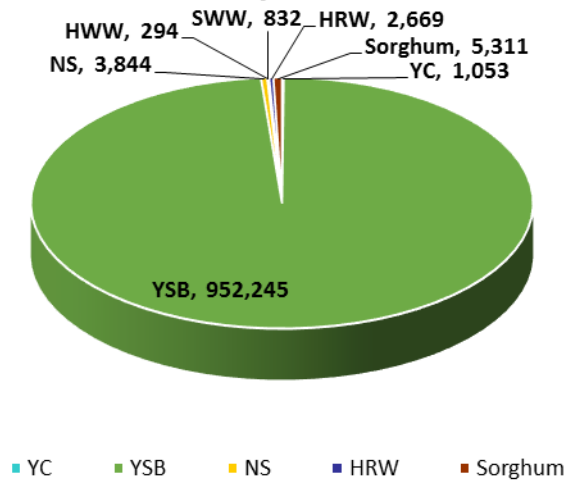
CONTAINER SHIPMENTS of GRAIN									
USDA Grain Inspections Report:		1-Jun-2017							
Last Week	metric tons								MT
	YC	WC	YSB	SRW	NS	SWW	HRW	Sorghum	TOTAL
China Main	3,575		3,575						7,150
China T	6,441		3,133				392		9,966
Hong Kong	978								978
Costa Rica									0
Indonesia			18,977						18,977
French Polynesia									0
Japan			196						196
Korea Republic	171								171
Dominican Rep.									0
Malaysia	1,077		2,889						3,966
Ireland									0
Philippines	98		1,665						1,763
Thailand			7,959						7,959
Bangladesh									0
Burma									0
Vietnam			3,966						3,966
Sub total	12,340	0	42,360	0	0	0	392	0	51,126
USDA Corrections/Additions to previous reports:									
China T									0
China Main									0
Hong Kong									0
Korea Rep.									0
Jordan									0
Japan									0
Philippines									0
Indonesia			3,256						3,256
Malaysia			514						514
Thailand									0
Vietnam									0
Spain									0
Canada									0
Sub total	0	0	3,770	0	0	0	0	0	3,770
<b>Mt. Grand Total</b>	<b>12,340</b>	<b>0</b>	<b>46,130</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>392</b>	<b>0</b>	<b>54,896</b>
Number of containers	537	0	2,006	0	0	0	17	0	

Jan - Dec 2016 Annual Totals versus 2017 Jan.-Dec. Year to Date Container Shipments (in MT)

**2017 YTD Container Shipments to Indonesia**



**2016 Container Shipments to Indonesia**

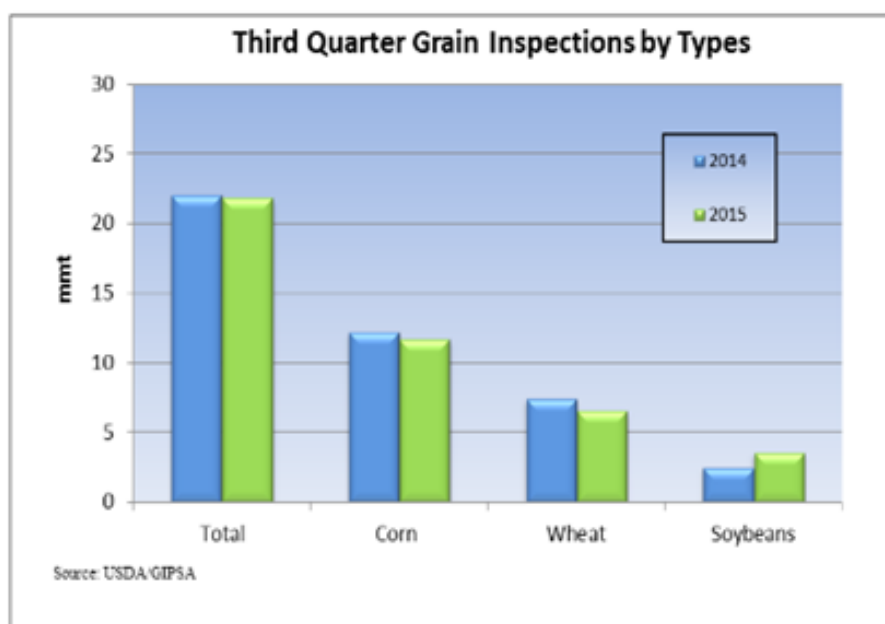


Grain Inspections for Export by U.S. Port Regions:  
U.S. Gulf and Pacific Northwest 2016 YTD vs. 2017 YTD

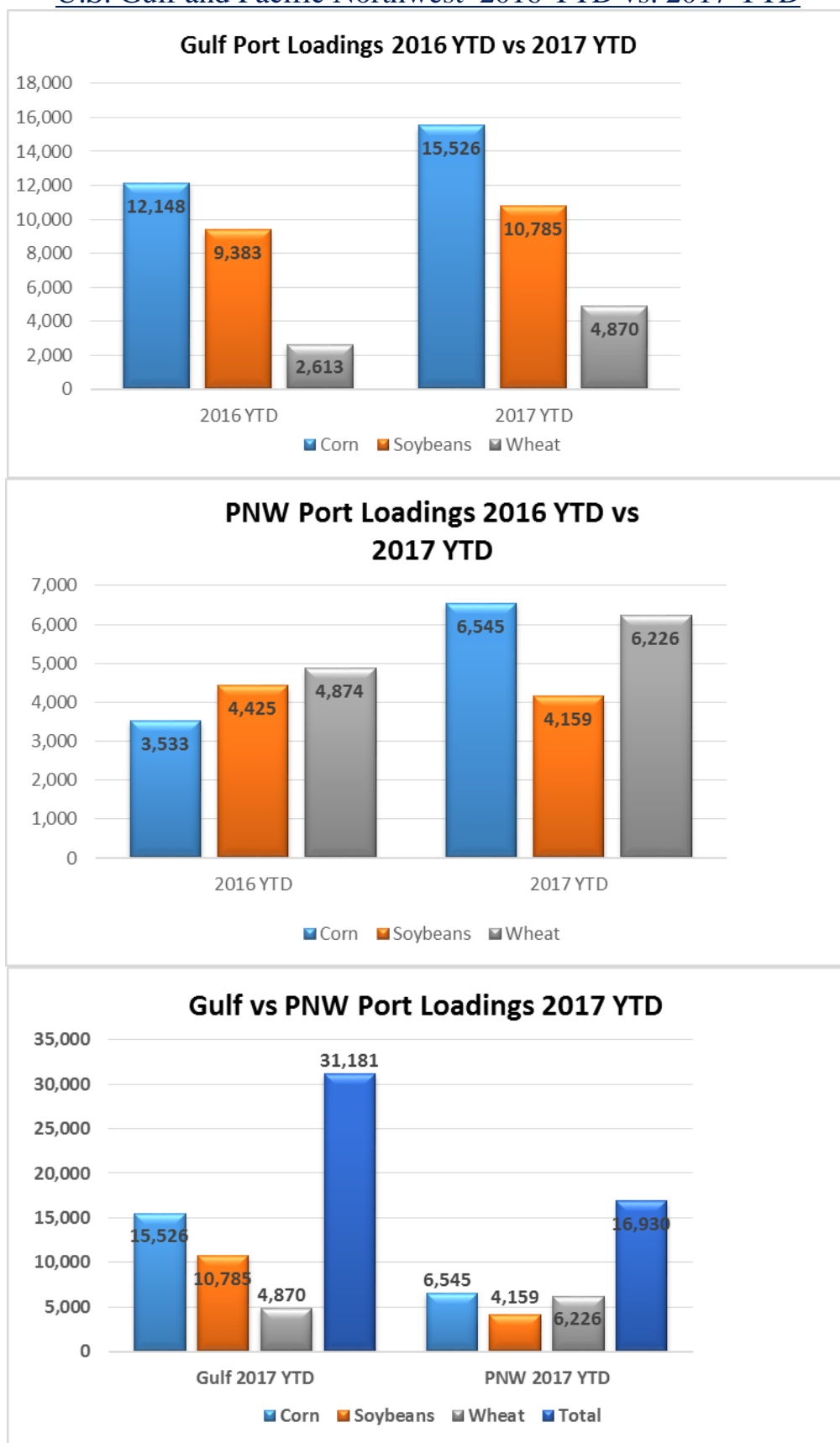
PORT LOADINGS US Gulf				
(1,000 MT)	CORN	SOYBEANS	WHEAT	TOTAL
<b>GULF</b>				
2016 YTD	12,148	9,383	2,613	24,144
2017 YTD	15,526	10,785	4,870	31,181
2017 as % of 2016	128%	115%	186%	129%

PORT LOADINGS US PNW				
(1,000 MT)	CORN	SOYBEANS	WHEAT	TOTAL
<b>PNW</b>				
2016 YTD	3,533	4,425	4,874	12,832
2017 YTD	6,545	4,159	6,226	16,930
2017 as % of 2016	185%	94%	128%	132%

PORT LOADINGS GULF vs. PNW				
(1,000 MT)	CORN	SOYBEANS	WHEAT	TOTAL
2017 Gulf YTD	15,526	10,785	4,870	31,181
2017 PNW YTD	6,545	4,159	6,226	16,930
TOTAL	22,071	14,944	11,096	48,111
Gulf Percentage	70%	72%	44%	65%
PNW Percentage	30%	28%	56%	35%



Grain Inspections for Export by U.S. Port Regions:  
U.S. Gulf and Pacific Northwest 2016 YTD vs. 2017 YTD

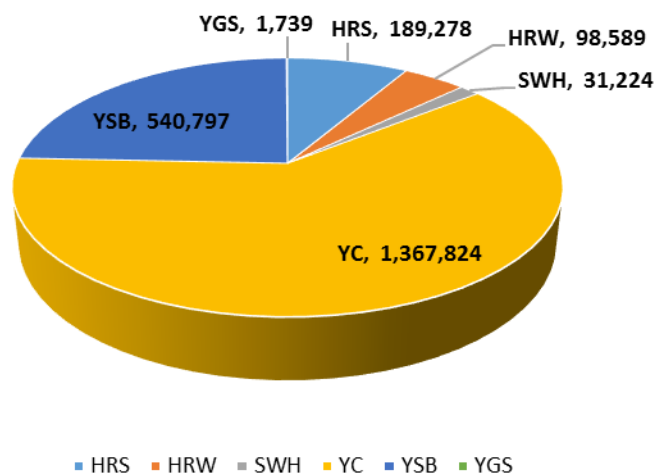


Source: USDA-data

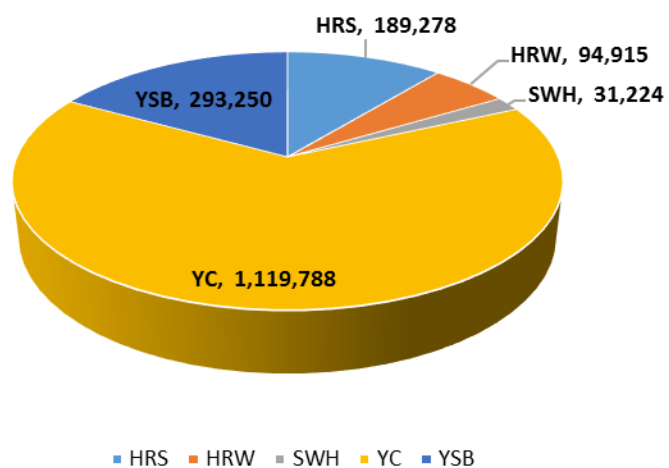


2017 YTD Total Grain Exports reported by USDA (in MT)

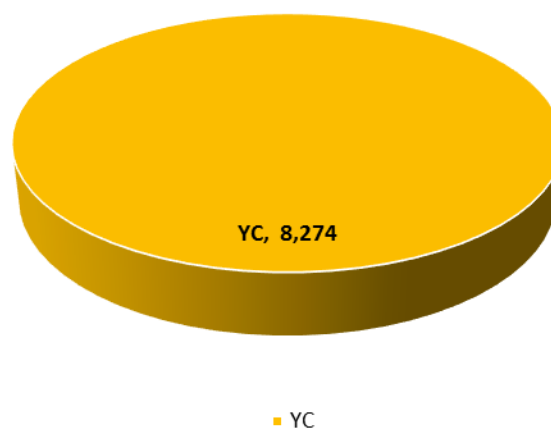
**2017 YTD Exports to China T**

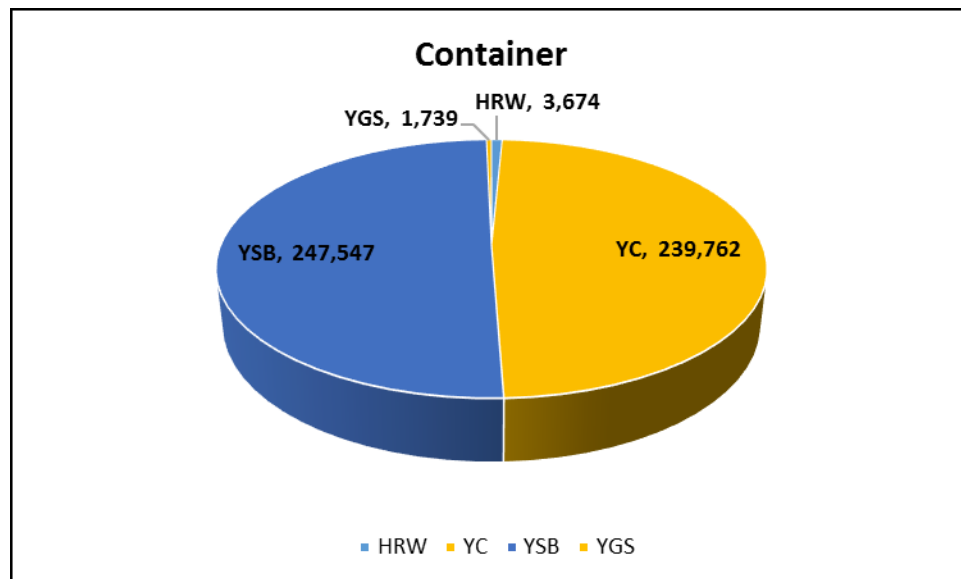


**Vessel**



**Barge**

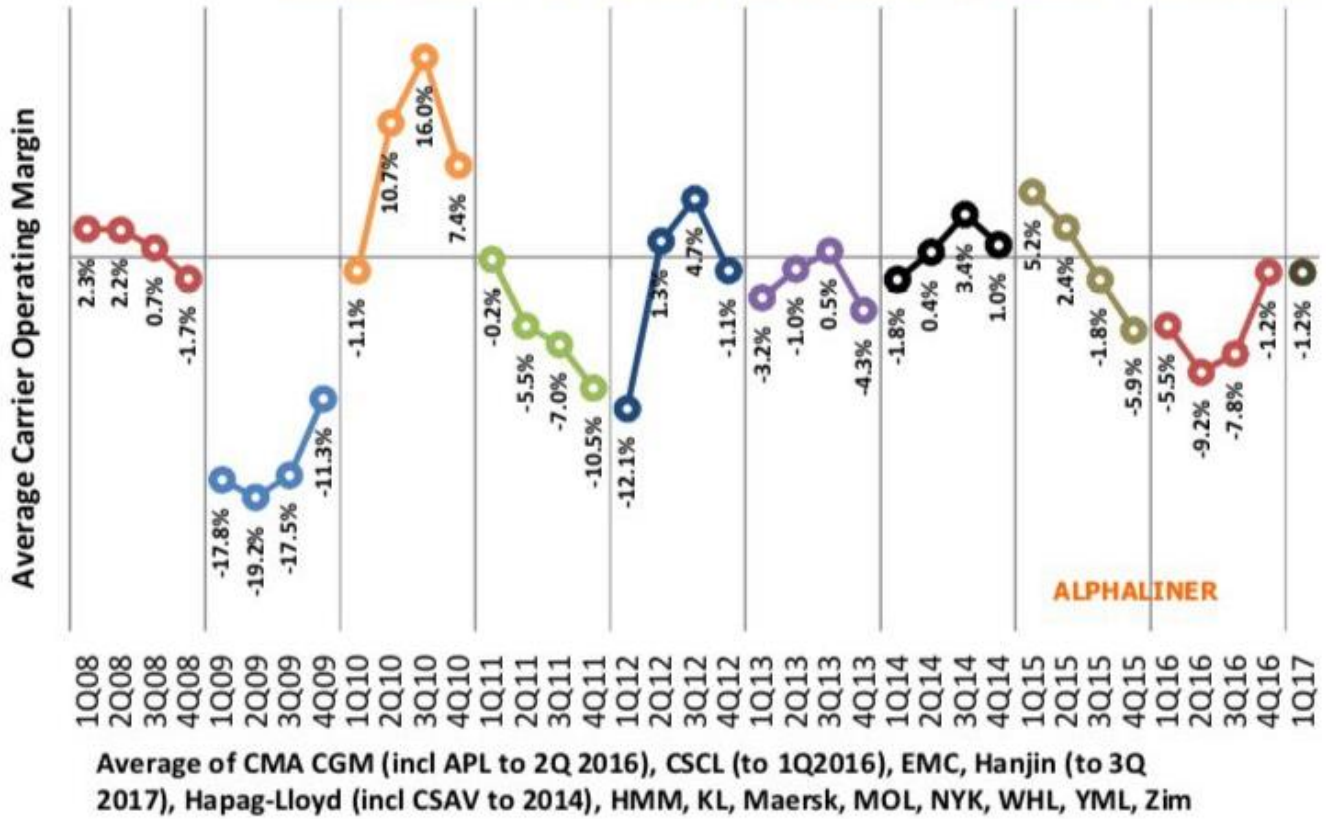




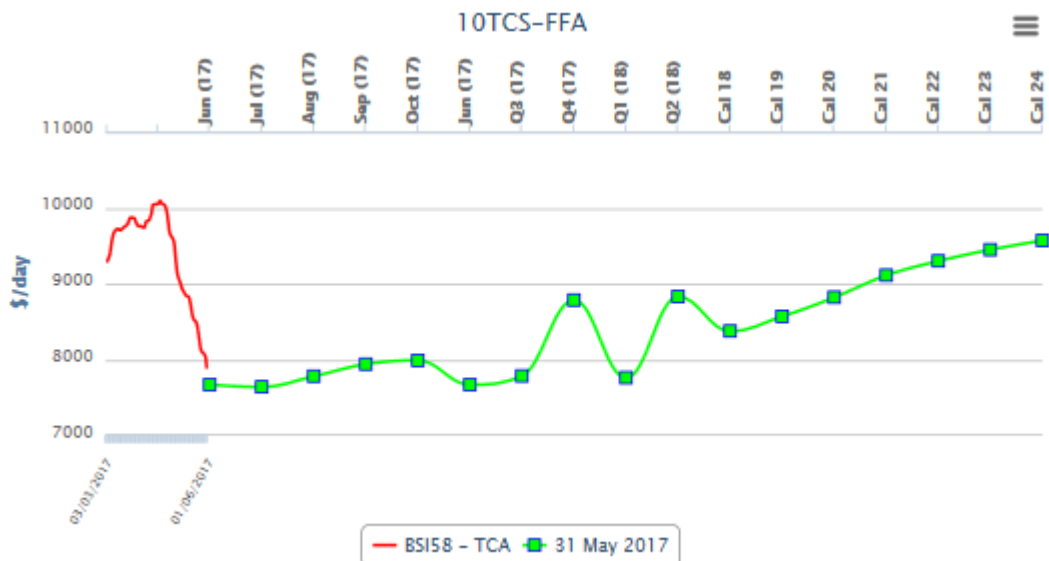
\*\*Please keep in mind that USDA does not report DDGS sales, or they would show as the largest exports by container

## Shipping News:

Main Carriers : Average Operating Margin by Quarter : 2008-2017



## Supramax Capesize FFA Market



## Shanghai Containerized Freight Index



## U.S. RIVER BARGE FREIGHT

### Current Barge Freight for Placement First Half July 2017

Placement FH July 2017	% of Tariff	MT	Corn BU	Soybeans-Wheat BU
Upper Mississippi	330	\$22.52	0.57	0.61
Illinois River (Pekin and South)	265	\$14.05	0.36	0.38
Mid-Mississippi	275	\$16.13	0.41	0.44
Lower Ohio	205	\$10.08	0.26	0.27
St. Louis	195	\$ 8.58	0.22	0.23

### Secondary Rail Car Market for car placement period: First Half July 2017.

Secondary Rail Car Market Placement FH July 2017	BID USD	ASK USD	BID BU.	ASK BU.	BID MT	ASK MT
BNSF Shuttle Trains	\$ (100.00)	\$ (50.00)	\$ (0.03)	\$ (0.01)	\$ (0.98)	\$ (0.49)
UPRR Shuttle Trains	\$ (350.00)	\$ (250.00)	\$ (0.09)	\$ (0.06)	\$ (3.44)	\$ (2.46)

Best Regards,

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