



## Transportation and Export Report for 16 July 2020

It was another mixed result week in freight markets. Dry-bulk freight markets were generally higher but not in all oceans and sectors. The Capesize market came off its highs and is now looking for new support. A logistical imbalance created a tightness in vessel supply in the North Atlantic Panamax and Supramax markets. This in turn helped to support Grain freight rates in the U.S. Gulf. But things will of course adjust/rebalance with time. Other physical markets were not as well-supported.

The Q3 market for Capesize vessels is now trading at close to \$18,000/day, Panamax vessels at \$11,400/day and Supramax vessels at \$10,400/day. These are all lower than three weeks ago but owners are hold out and hoping for a comeback.

### BALTIC DRY-BULK PANAMAX INDEX CHANGES

Panamax Ocean Freight Indices				
16-Jul-2020	This Week	Last Week	Difference	Percent Change
P2A : Gulf/Atlantic - Japan	24950	23932	1,018	4.3%
P3A - PNW/Pacific - Japan	11801	11860	-59	-0.5%
S1C -USGULF-China-So.Japan	23950	21826	2,124	9.7%
P7- Trial- Miss. River - Qingdao	43900	43650	250	0.6%
P8- Trial- Santos - Qingdao	31050	31807	-757	-2.4%

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

Four weeks ago:	\$6.40-\$8.00
Three weeks ago:	\$8.05-\$9.75
Two weeks ago:	\$10.00-\$11.00
One week ago:	\$9.25-\$10.50
This week	\$8.00- \$8.90

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

Mississippi River:	(10 elevators)	3-10 days (2 facilities not currently operating)
Miss. River Mid-Stream loaders:	(6+ Rigs)	0-3 days
Texas Gulf	(5 elevators)	1-12 days
Pacific Northwest:	(9 elevators)	1-8 days

Panamax Market Spreads to Asia -China					
16-Jul-2020	PNW	GULF	Bushel Spread	MT Spread	Advantage
CORN	0.95	0.88	0.07	\$2.76	PNW
SOYBEANS	1.26	0.94	0.32	\$12.60	PNW
OCEAN FREIGHT	\$21.00	\$41.50	.52-.56	<b>\$20.50</b>	August

**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 \$20.00/mt.

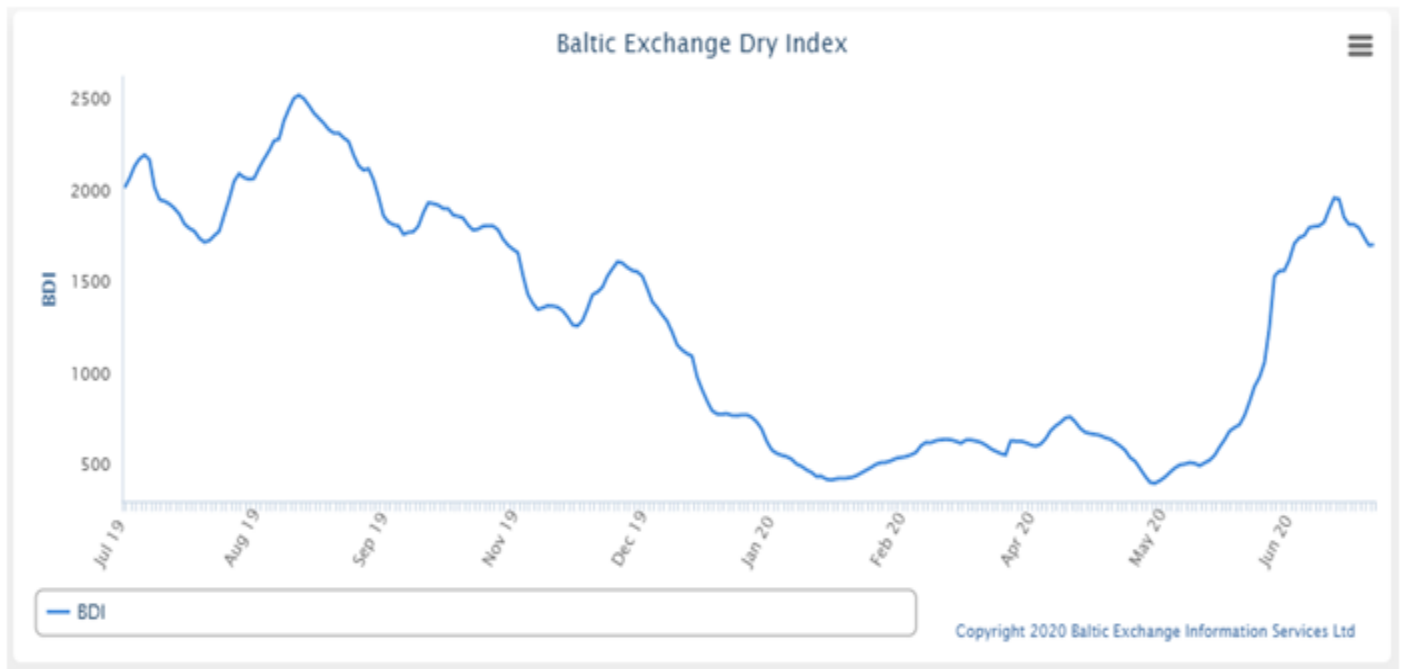
Soybean Brazil to Spain about \$23.00-23.5Dry0/mt.

30,000 mt Corn Northern Brazil to Vera Cruz, Mexico \$18.50-\$19.00/mt .To U.S. E/C about \$20.50-21.50/mt

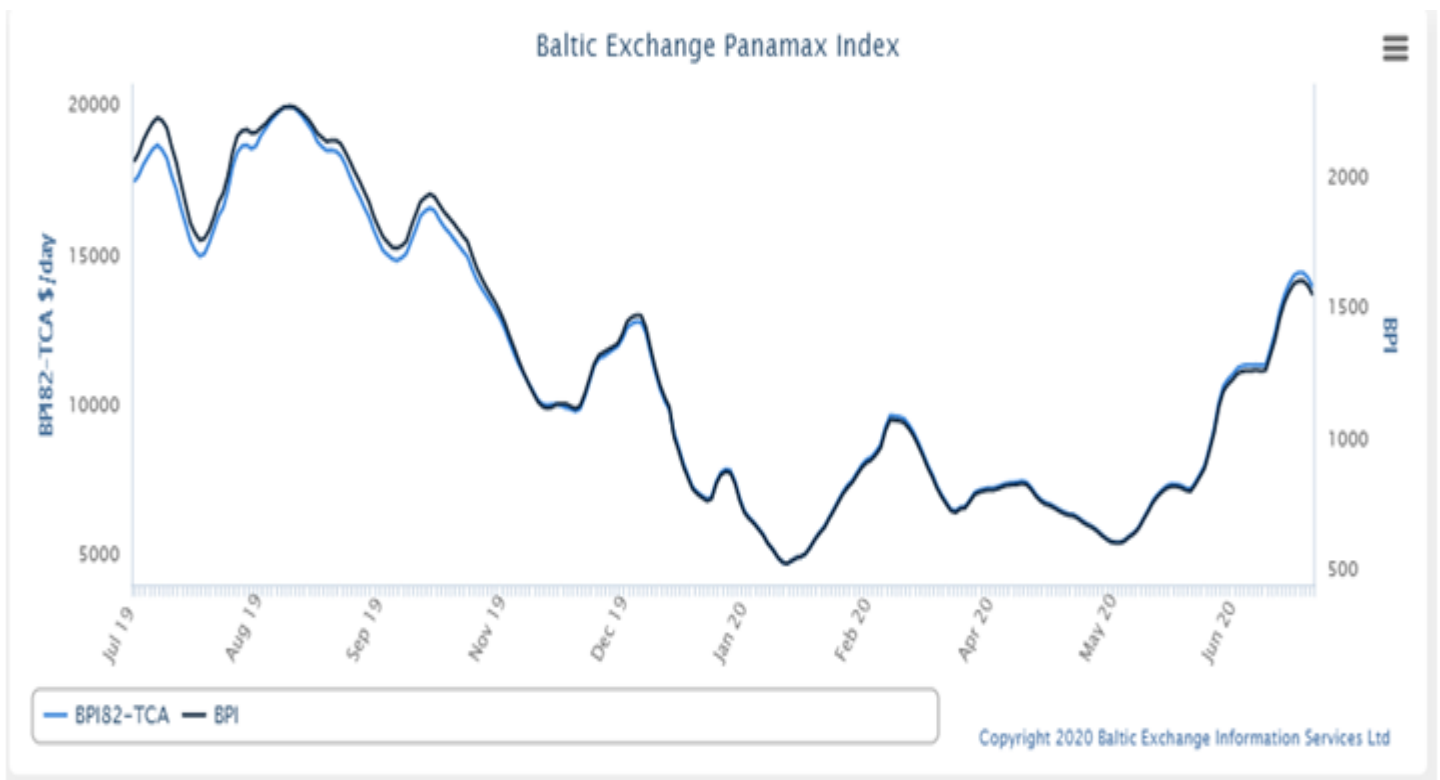
Route and Vessel Size	Current Week USD/MT	Change from previous week	Remarks
55,000 U.S. Gulf-Japan	\$42.50	Up \$0.50	Handymax \$43.00 mt
55,000 U.S. PNW- Japan	\$21.50	Up \$0.50	Handymax \$22.00 mt
66,000 U.S. Gulf – China	\$41.50	Up \$0.50	North China
PNW to China	\$21.00	Up \$0.50	
25,000 U.S. Gulf- Veracruz, México	\$16.75	Up \$0.25	3,000 MT daily discharge rate
30-36,000+ U.S. Gulf- Veracruz, México	\$14.00	Up \$0.25	Deep draft and 6,000 MT per day discharge rate.
30-38,000 U.S. Gulf- Colombia	\$18.75	Unchanged	<u>West Coast Colombia at \$29.00</u>
<u>East Coast Colombia</u> From Argentina	<u>\$28.50</u> \$32.50		USG to E/C 50,000 mt at \$16.00
43-45,000 U.S. Gulf - Guatemala	\$26.50	Unchanged	Acajutla/Quetzal - 8,000 out
26-30,000 U.S. Gulf – Algeria	\$38.50 \$39.25	Unchanged	8,000 mt daily discharge 3,000 mt daily discharge
26-30,000 US Gulf-Morocco	\$38.50	Unchanged	5,000 discharge rate
55-60,000 U.S. Gulf –Egypt	\$27.00	Unchanged	60,000 -55,000 mt
PNW to Egypt	\$27.25		Romania- Russia- Ukraine \$14.50-\$14.85 -\$14.75 France \$18.00
60-70,000 U.S. Gulf – Europe – Rotterdam	\$19.50	Up \$ \$1.50	Handymax at +\$1.75 more
Brazil, Santos – China	\$32.00	Up \$0.50	54-59,000 Supramax-Panamax
Brazil, Santos – China	\$31.50		60-66,000 Post Panamax
Northern Coast Brazil	\$35.00		Upriver No. Brazil Plus -55,000 mt Plus \$7.50/mt
56-60,000 Argentina/Rosario- China Deep Draft	\$36.00	Up \$0.50	Upriver with BB Top Off \$39.75

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

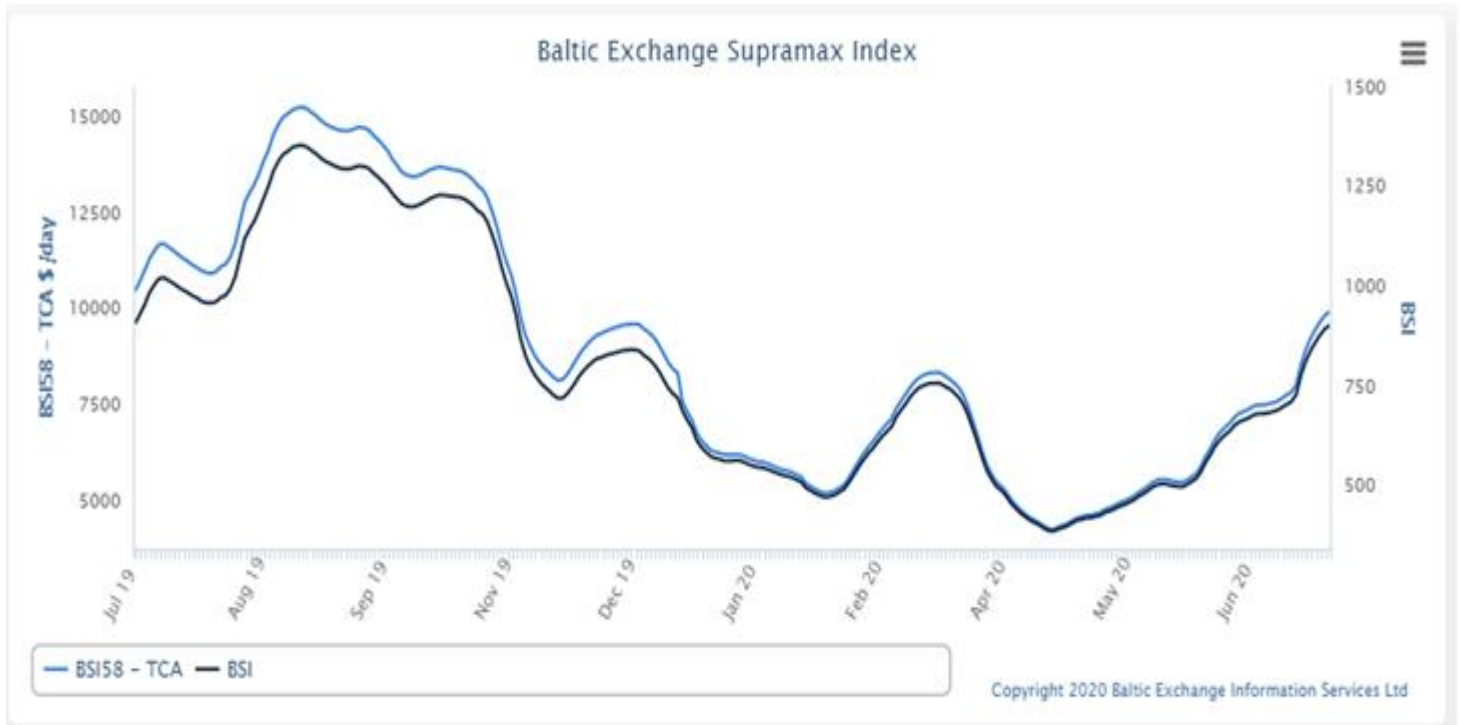
## Baltic Dry Bulk Index.



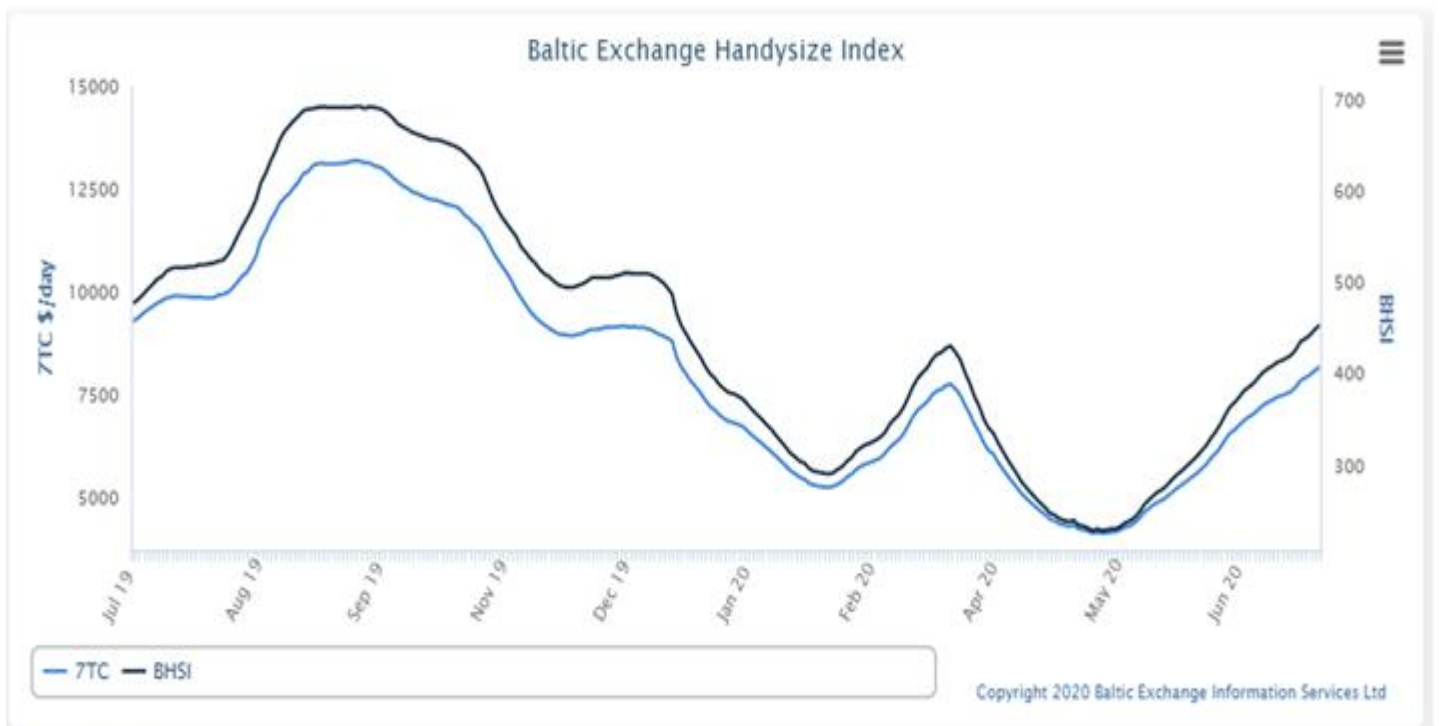
## Baltic Panamax Index



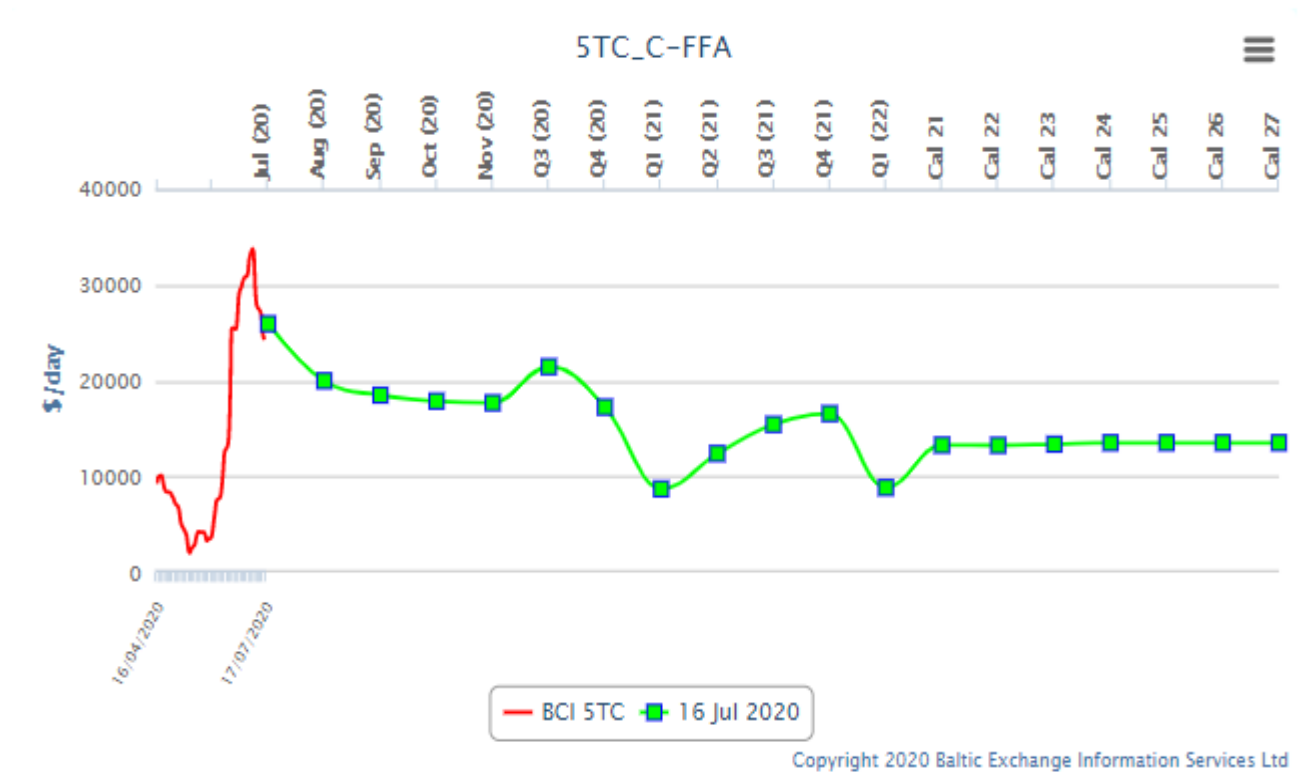
### Baltic Supramax Vessel Index



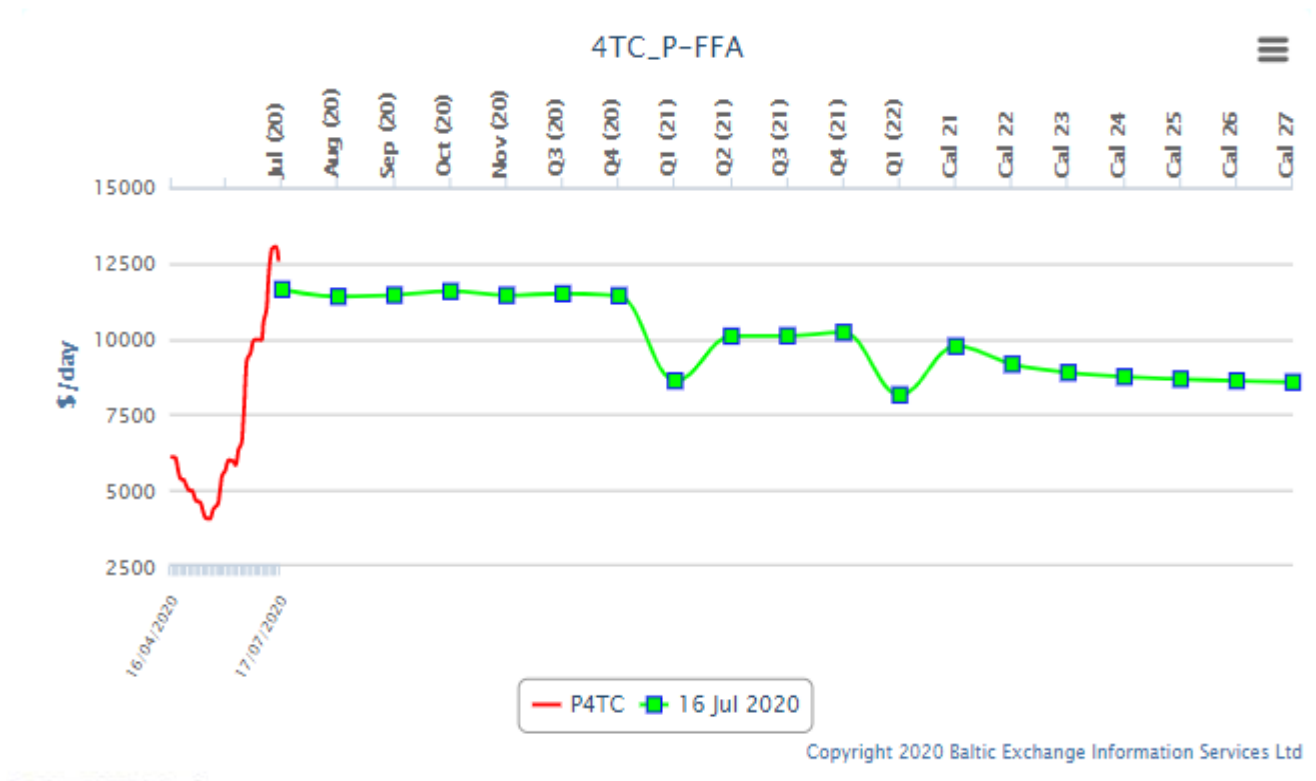
### Baltic Handy Size Vessel Index



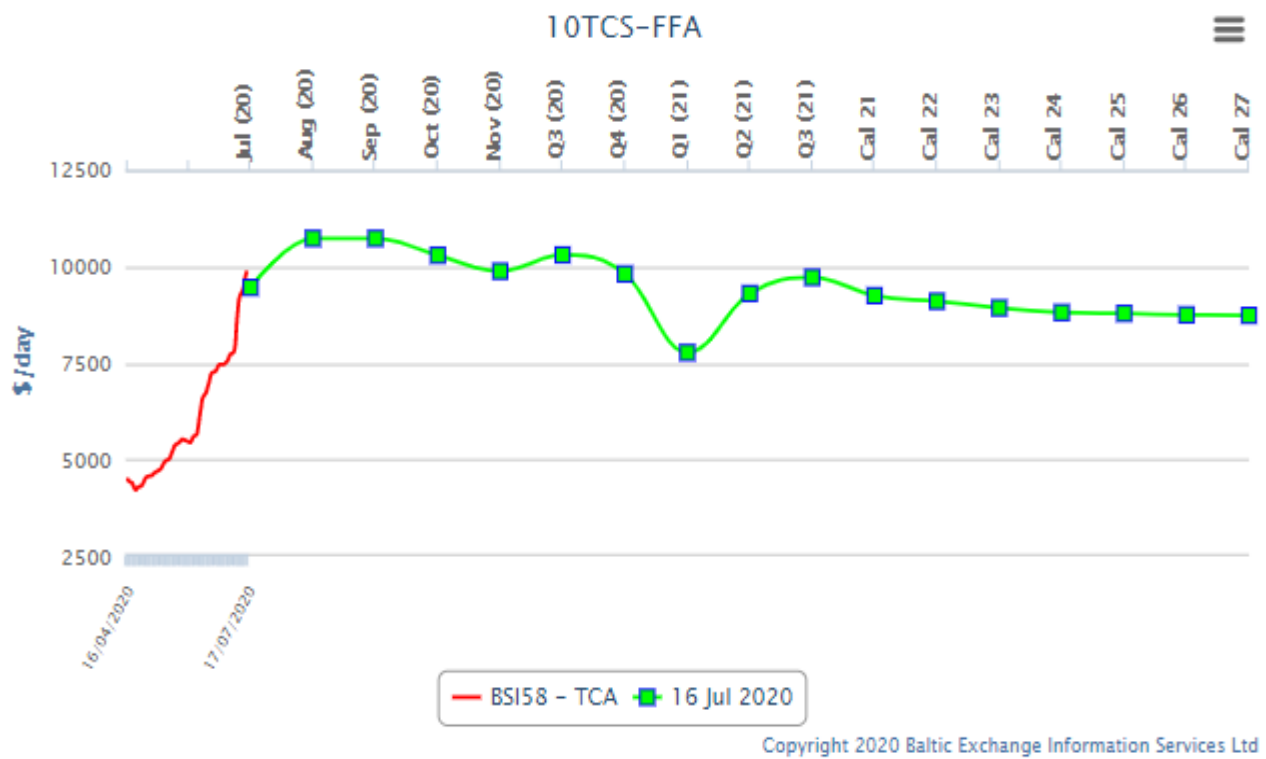
## Capesize Forward Curve



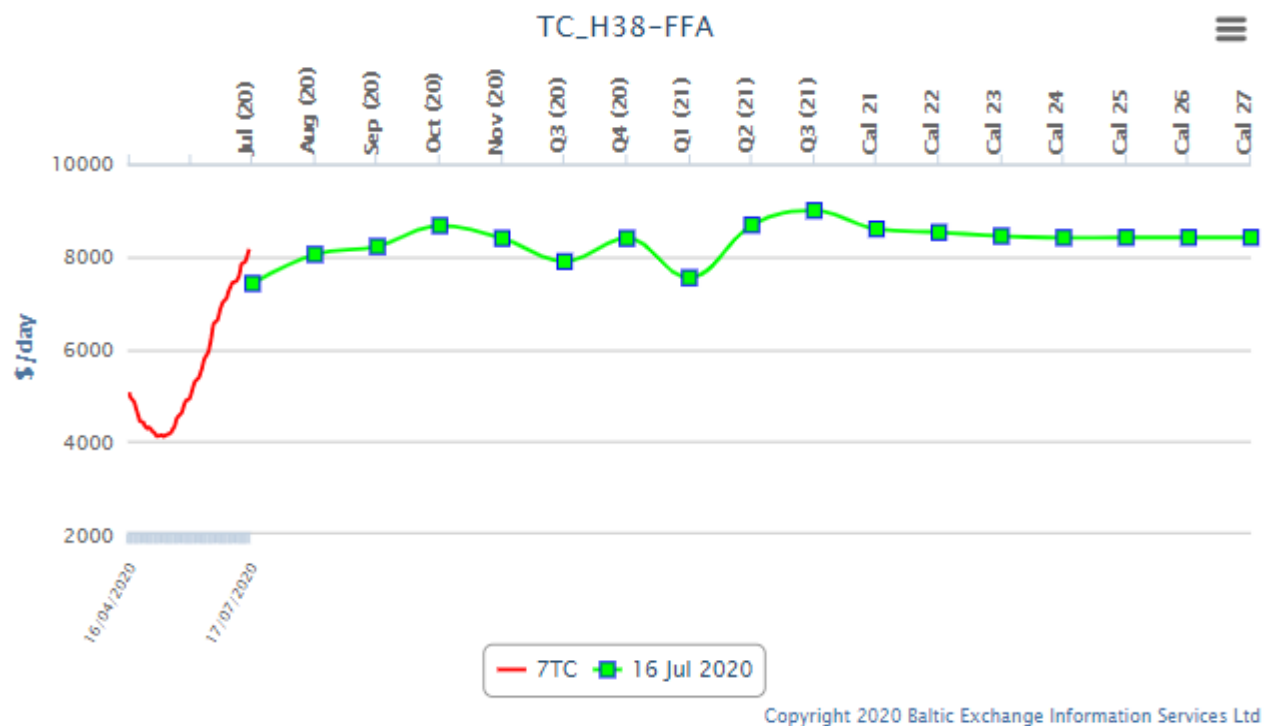
## Baltic Panamax Forward Curve Chart



## Supramax Dry-Bulk Forward Curve



## Baltic Handy Size Forward Curve

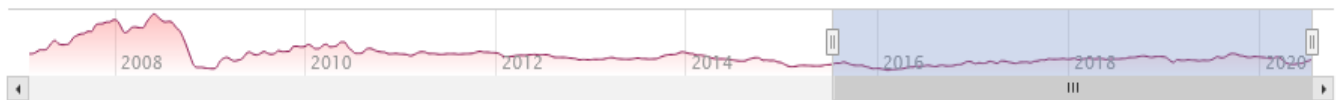
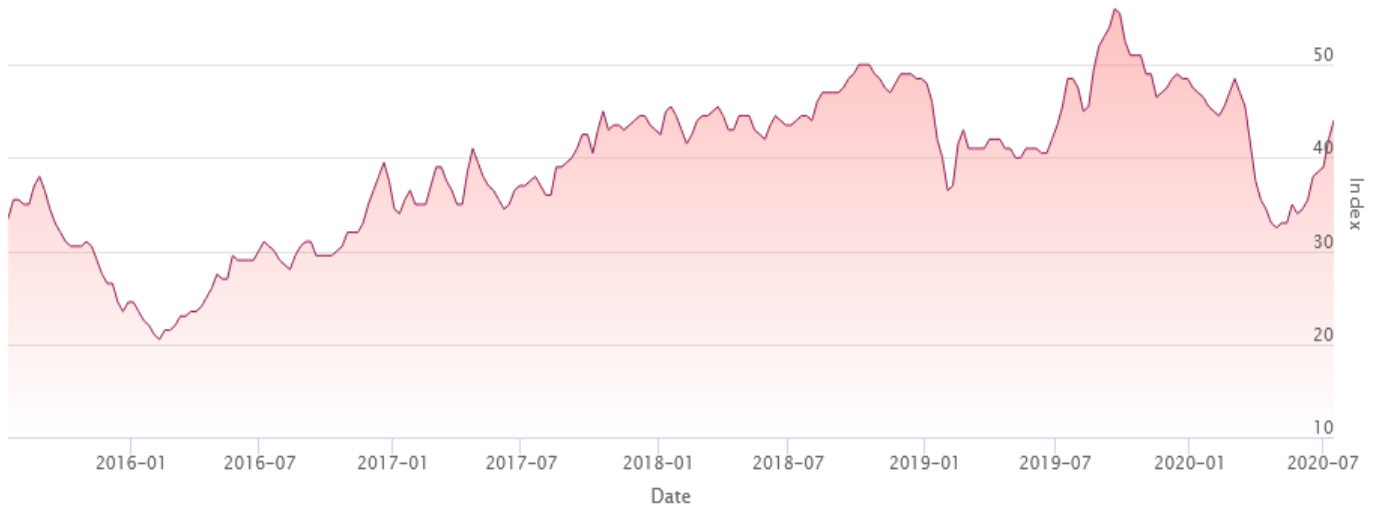


# YAMAMIZU Index



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

From 2015-07-15 To 2020-07-15



China Import Dry Bulk Freight Index					
2020-07-16					
Description	Size MT	Cargo/Vessel Size	Unit	Rate	Change
Composite Index			Point	850.56	-10.18
Iron ore Freight Index			Point	887.98	-16.28
Dampier(West Australia)-Qingdao (China)	170000/10%	Iron ore	\$/ton	7.765	-0.198
Soybean Freight Index			Point	911.31	-6.77
Santos(Brazil)—North China	60000/10%	Soybean	\$/ton	30.879	-0.321
Tacoma(West America)—North China	60000/10%	Soybean	\$/ton	20.964	-0.071
Mississippi(US Gulf)—North China	66000/10%	Soybean	\$/ton	41.5	-0.242
Mississippi(US Gulf)—North China	55000/10%	Soybean	\$/ton	43.11	-0.12

**16 July 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>Aug.</b>	0.88	<b>\$164.66</b>	0.95	<b>\$167.41</b>
<b>Sept.</b>	0.90	<b>\$165.44</b>	0.98	<b>\$168.59</b>
<b>Oct.</b>	0.85	<b>\$166.33</b>	0.95	<b>\$170.27</b>
<b>Nov.</b>	0.87	<b>\$167.12</b>	0.97	<b>\$171.05</b>
<b>Dec.</b>	0.88	<b>\$167.51</b>	1.00	<b>\$172.23</b>
<b>Jan.</b>	0.82	<b>\$169.18</b>	0.93	<b>\$173.51</b>

The Gulf spread between #2 & #3 YC is currently about .03 cents per bushel (1.18/mt) at USG but is out to .10/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>Aug.</b>	2.35	<b>\$225.38</b>	2.05	<b>\$213.57</b>
<b>Sept.</b>	2.35	<b>\$225.38</b>	2.10	<b>\$215.54</b>
<b>Oct.</b>	2.30	<b>\$223.41</b>	2.10	<b>\$215.54</b>
<b>Nov.</b>	2.35	<b>\$225.38</b>	2.00	<b>\$211.60</b>
<b>Dec.</b>	2.40	<b>\$227.35</b>	2.00	<b>\$211.60</b>

Fob vessel Texas Gulf #2 Sorghum is about 130 % 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	
	Sept.	Oct.	Nov.	Dec.
FOB U.S. GULF	\$224.96	\$225.97	\$227.81	\$227.81
Basis	0.86	0.90	0.95	0.95
WU	5.2625			.
WZ	5.2500			
WH	5.3000			

16-Jul-2020	Close	This Week	Last Week.	Last Week.	Last Week	
CME Corn Futures	Bushel	MT.	Bushel	Bu. Diff.	MT	MT Diff.
Sept.	\$ 3.3025	\$ 130.01	\$ 3.4875	(0.1850)	\$ 137.30	\$ (7.28)
Dec.	\$ 3.3750	\$ 132.87	\$ 3.5700	(0.1950)	\$ 140.54	\$ (7.68)
Mar..	\$ 3.4775	\$ 136.90	\$ 3.6675	(0.1900)	\$ 144.38	\$ (7.48)
May	\$ 3.5425	\$ 139.46	\$ 3.7225	(0.1800)	\$ 146.55	\$ (7.09)
July	\$ 3.5975	\$ 141.63	\$ 3.7550	(0.1575)	\$ 147.83	\$ (6.20)
Sept.	\$ 3.5925	\$ 141.43	\$ 3.7600	(0.1675)	\$ 148.02	\$ (6.59)



### CBOT December 2020 (CZ20) CORN Futures Chart –



### CME/CBOT Sept. 2020 (WU20) 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>Aug.</b>	0.94	<b>\$364.59</b>	1.26	<b>\$376.34</b>
<b>Sept.</b>	0.95	<b>\$364.31</b>	1.29	<b>\$376.80</b>
<b>Oct.</b>	0.96	<b>\$364.22</b>	1.30	<b>\$376.71</b>
<b>Nov.</b>	0.98	<b>\$364.95</b>	1.30	<b>\$376.71</b>
<b>Dec.</b>	0.97	<b>\$366.88</b>	1.27	<b>\$377.91</b>
<b>Soybean Futures</b>				
<b>Aug.</b>	\$ 8.9825			
<b>Sept.</b>	\$ 8.9650			
<b>Nov.</b>	\$ 8.9525			
<b>Jan.</b>	\$ 9.0150			
<b>May</b>	\$ 9.0700			
<b>July</b>	\$ 9.0300			

<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>Aug.</b>	20.00	<b>\$ 347.40</b>
<b>Sept.</b>	20.00	<b>\$ 349.82</b>
<b>Oct.</b>	19.00	<b>\$ 351.59</b>
<b>Nov.</b>	18.00	<b>\$ 352.58</b>
<b>Dec.</b>	19.00	<b>\$ 353.68</b>
<b>SBM Futures</b>		
<b>SMQ</b>	295.10	
<b>SMU</b>	297.30	
<b>SMV</b>	299.90	
<b>SMZ</b>	301.80	
<b>SMF</b>	305.40	
<b>SMK</b>	306.90	

### CME November 2020 Soybean (SX20) Futures Chart:



### CME December 2020 Soybean Meal (SMZ20) Futures Chart



## U.S. EXPORT STATISTICS: Report Activity as of Week Ending 02 July 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) (Wheat and Barley 2021/22)
Corn	369.4	42,508.7	45,090	94%	4,706.3
Sorghum	53.9	4,210.4	5,330	79%	593.0
Soybeans	991.7	45,994.8	44,910	102%	7,318.9
Wheat	337.2	7,560.2	25,860	29%	0.0
Barley	0.0	41.7	110	38%	0.0

## U.S. EXPORT INSPECTIONS:

Monday's report 13 July 2020 for the Export week ending 09 July 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	902,623	1,034,335	35,183,325	43,171,660	81%
Sorghum	71,265	58,365	4,139,435	1,770,258	234%
Soybeans	483,331	560,655	37,861,230	38,719,589	98%
Wheat	624,211	374,296	2,999,460	2,961,060	101%
Barley	0	0	367	2,007	18%

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

## U.S. EXPORT INSPECTIONS:

Monday's report 13 July 2020 for the Export week ending 09 July 2020

Last Week								
(Metric Tons)	YC	%	WC	%	Sorghum	%	Soybeans	%
Lakes	0	0%	0	0%	0	0%	0	0%
Atlantic	0	0%	0	0%	440	1%	2,546	1%
Gulf	505,298	56%	6,002	100%	70,153	98%	436,919	90%
PNW	251,949	28%	0	0%	0	0%	12,065	2%
Interior Export Rail	139,374	16%	0	0%	672	1%	31,801	7%
Metric Tons	896,621		6,002		71,265		483,331	

Sorghum Shipments: metric tons

70,642 China Main

623 Mexico

71,265 Total

White Corn metric tons

Shipments: 6,002 Japan

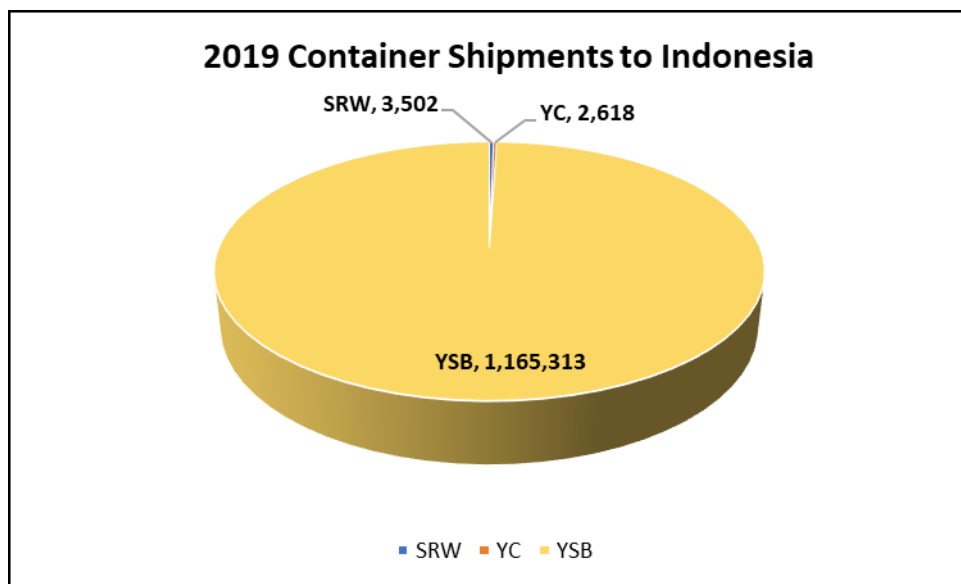
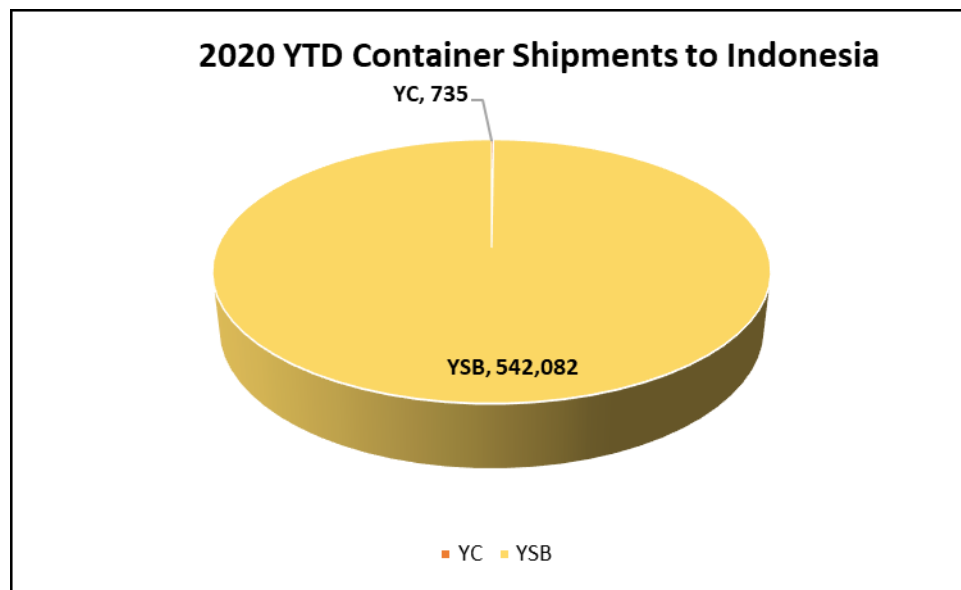
6,002 Total

## 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:		9-Jul-2020							
Last Week	metric tons								MT
	YC	WC	YSB	SRW	NS	SWH	HRW	Sorghum	TOTAL
China Main	955							49	1,004
China T	5,214		2,643						7,857
Hong Kong	367								367
Costa Rica									0
Indonesia			18,609						18,609
French Poly									0
Japan			806						806
Korea Rep.	220								220
Nepal									0
Malaysia	416		3,134						3,550
Cambodia									0
Philippines			1,274						1,274
Thailand			2,741						2,741
Morocco									0
Italy									0
Bangladesh									0
Burma									0
Vietnam			2,594						2,594
Sub Total:	7,172	0	31,801	0	0	0	0	49	39,022
USDA Corrections/Additions to previous reports:									
China T	1,368								1,368
China Main								514	514
Hong Kong	122								122
Korea Rep.	122								122
Cambodia									0
Japan			563						563
Philippines			73						73
Indonesia			11,041						11,041
Malaysia									0
Thailand			24						24
Vietnam			734						734
Jordan									0
Nigeria									0
Sub Total:	1,612	0	12,435	0	0	0	0	514	14,561
<b>Mt. Grand Total</b>	<b>8,784</b>	<b>0</b>	<b>44,236</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>563</b>	<b>53,583</b>
Number of Containers	382	0	1,923	0	0	0	0	24	

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



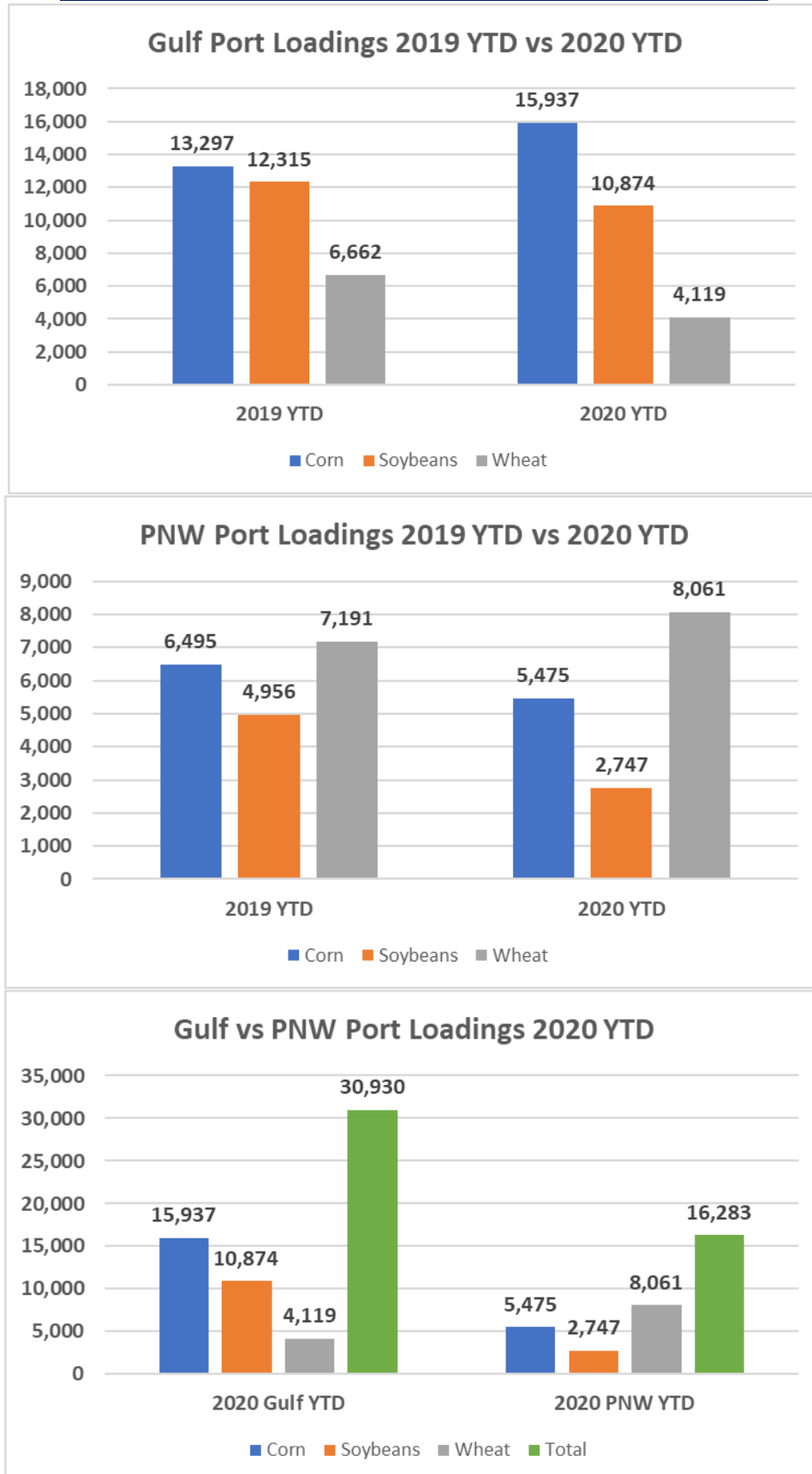
Grain Inspections for Export by U.S. Port Regions:  
U.S. Gulf and Pacific Northwest 2019 YTD vs. 2020 YTD

<b>PORT LOADINGS US Gulf</b>				
(1,000 MT)	CORN	SOYBEANS	WHEAT	TOTAL
<b>GULF</b>				
2019 YTD	13,297	12,315	6,662	32,274
2020 YTD	15,937	10,874	4,119	30,930
2020 as % of 2019	120%	88%	62%	96%

<b>PORT LOADINGS US PNW</b>				
(1,000 MT)	CORN	SOYBEANS	WHEAT	TOTAL
<b>PNW</b>				
2019 YTD	6,495	4,956	7,191	18,642
2020 YTD	5,475	2,747	8,061	16,283
2020 as % of 2019	84%	55%	112%	87%

<b>PORT LOADINGS GULF vs. PNW</b>				
(1,000 MT)	CORN	SOYBEANS	WHEAT	TOTAL
2020 Gulf YTD	15,937	10,874	4,119	30,930
2020 PNW YTD	5,475	2,747	8,061	16,283
TOTAL	21,412	13,621	12,180	47,213
<b>Gulf Percentage</b>	74%	80%	34%	66%
<b>PNW Percentage</b>	26%	20%	66%	34%

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

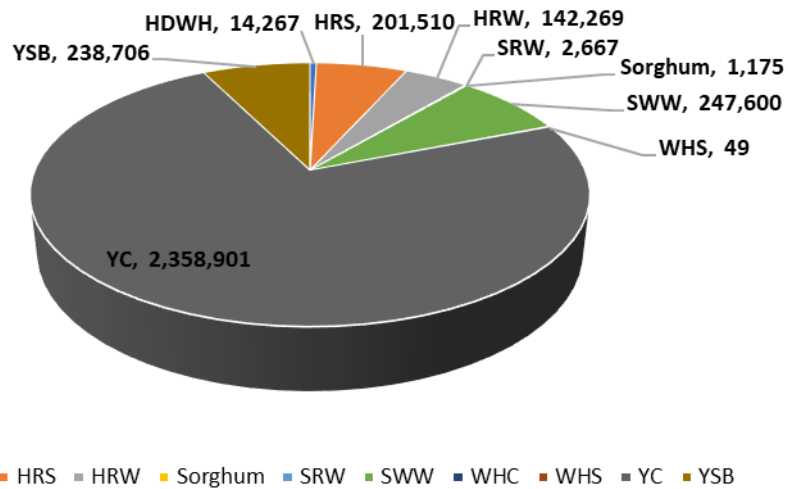


Source: USDA-data

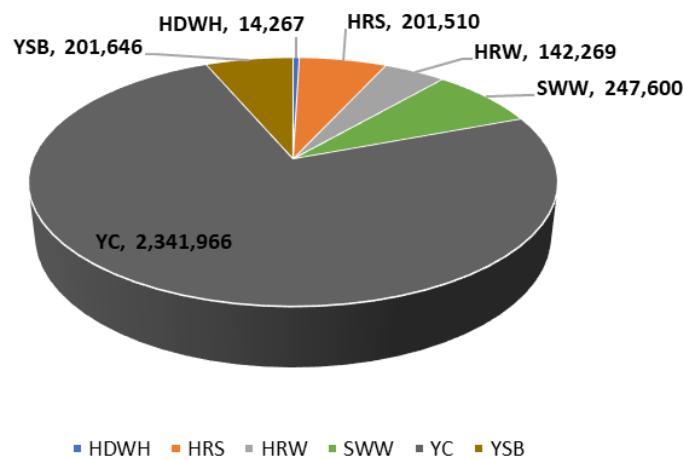


2020 YTD Total Grain Exports reported by USDA (in MT)

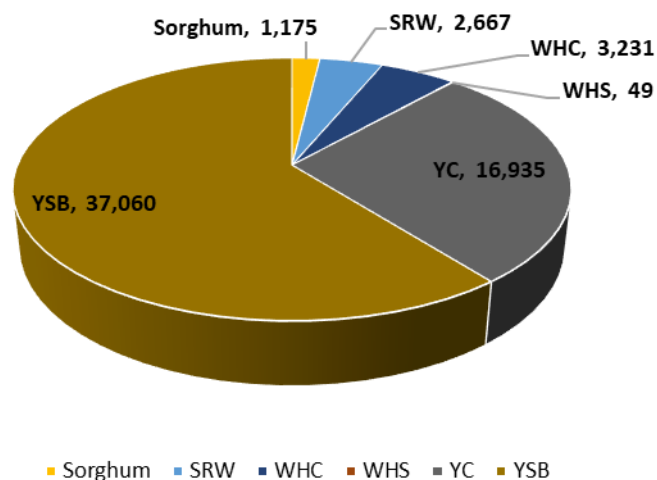
**2020 YTD Exports to Korea Rep**



**YTD Vessel Shipments to Korea Rep**

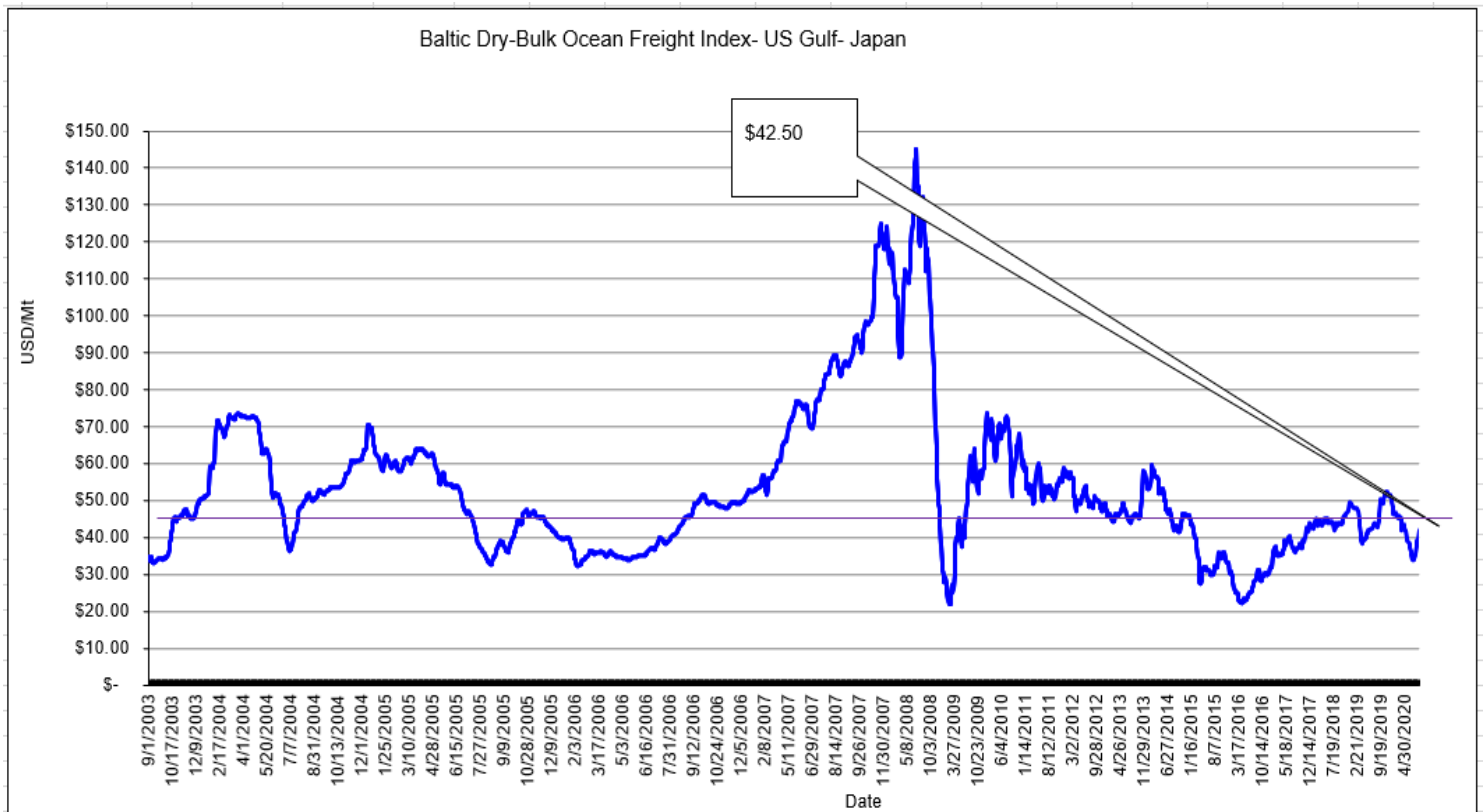


**YTD Container Shipments to Korea Rep**



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

## Shipping News



**Greg Miller** @GMJournalist · 6h

A sea of red for [#shipping](#) stocks. Again. [\\$ASC](#) -7% (...maybe that [\\$SHAFNIA](#) offer wasn't so bad after all?) and a special shout-out to [\\$SALT](#), which just hit a fresh 52-week low today.



A lost decade for shipping stocks - FreightWaves

Shipping stocks remain under pressure and have not evolved since the Great Recession. Why have larger investors not bought in? Why the retail...

[freightwaves.com](https://freightwaves.com)

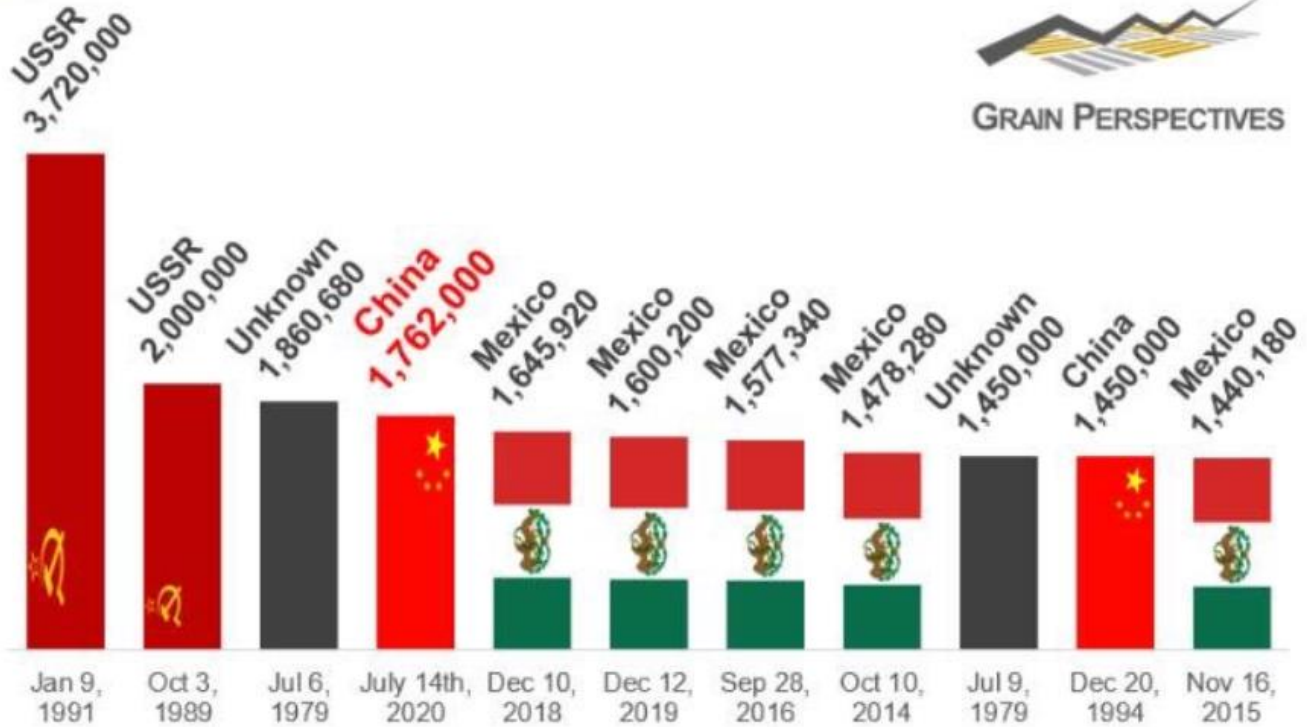


# TOP 10 DAILY U.S. EXPORT SALES

LARGEST DAILY SALES SINCE 1977 (MT's)



GRAIN PERSPECTIVES



SOURCE: USDA

**Splash** @Splash\_247 · 6h

One week on from international summit just 15 countries have fully opened for crew change [dlvr.it/Rbkk4B](https://dlvr.it/Rbkk4B)



14

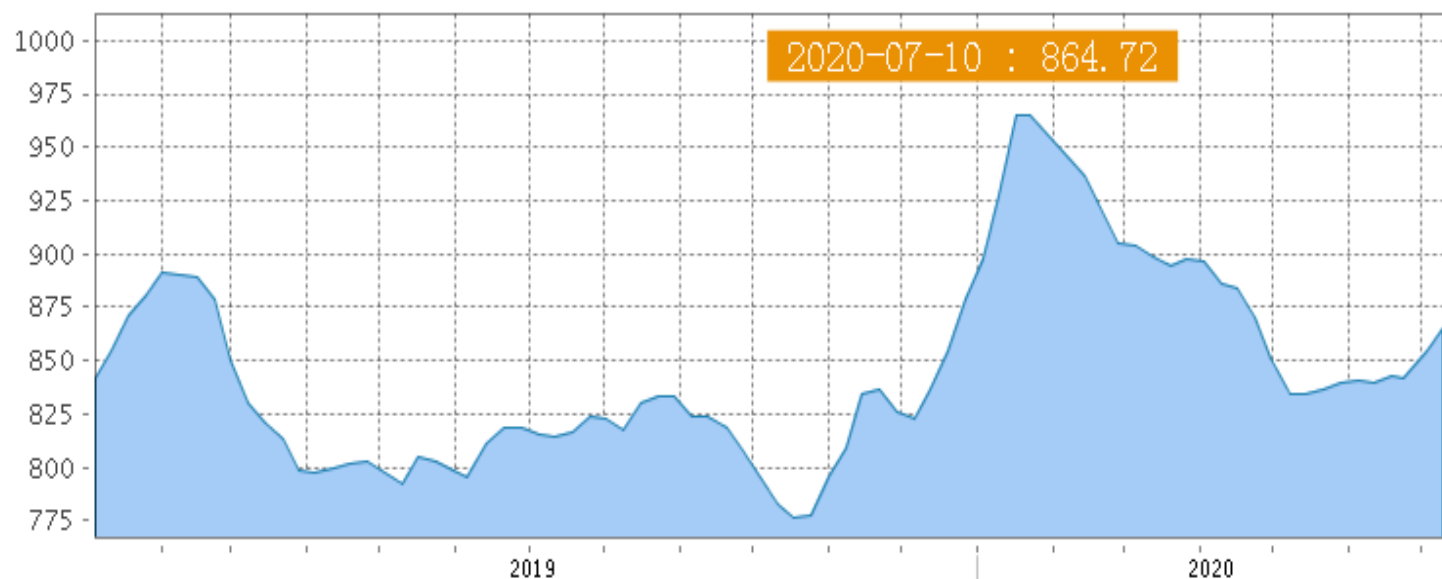
15



## China Import Dry Bulk Freight Index



## China Containerized Freight Index



**U.S. RIVER BARGE FREIGHT**  
**Current Barge Freight for Placement Last Half August 2020**

Placement LH August 2020	% of		Corn	Soybeans-Wheat
	Tariff	MT	BU	BU
Upper Mississippi	385	\$26.27	0.67	0.71
Illinois River (Pekin and South)	Closed	\$ -	0.00	0.00
Mid-Mississippi	335	\$19.65	0.50	0.53
Lower Ohio	290	\$14.26	0.36	0.39
St. Louis	260	\$11.44	0.29	0.31

**Secondary Rail Car Market for car placement period: Last Half August 2020.**

Secondary Rail Car Market Placement LH. August 2020	BID USD	ASK USD	BID BU.	ASK BU.	BID MT	ASK MT
BNSF Shuttle Trains	\$ 100.00	\$ 175.00	\$ 0.03	\$ 0.04	\$ 0.98	\$ 1.72
UPRR Shuttle Trains	\$ -	\$ 200.00	\$ -	\$ 0.05	\$ -	\$ 1.97

Best Regards,

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