



## Transportation and Export Report for 13 July 2023

Dry bulk markets finally found support from FFA paper traders. I do not believe this represents a substantial change in market fundamentals nor a big turnaround but at least the downward slide has been halted.

July FFA Panamax markets bumped up from \$7,750/day to \$8,400/day. Q3 is \$9,516/day and Q4 is slightly higher at \$10,650/day. Still not exactly exciting or enough to make vessel owners happy. Will have to see if the optimism can be carried forward into next week.

5 days left until the end of the Black Sea Grain Corridor extension, hoping that Russia extends it again.

ILWU West Coast Canada port strike now in its 13<sup>th</sup> day.

### The BALTIC DRY-BULK PANAMAX INDEX CHANGES

Panamax Ocean Freight Indices					
13-Jul-2023		This Week	Last Week	Difference	Percent Change
P2A: Gulf/Atlantic - HK-Korea	Index	18773	16527	2,246	13.6%
P3A: PNW/Pacific - RV Korea-Taiwan	Index	7781	8134	-353	-4.3%
S1C: US GULF-China-So.Japan	Index	14768	13429	1,339	10.0%
P7: Trial- Miss. River - Qingdao	per ton	46.99	45.40	1.59	3.5%
P8: Trial- Santos - Qingdao	per ton	35.63	33.71	1.92	5.7%

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

Four weeks ago:	\$8.45-\$8.50
Three weeks ago:	\$7.95-\$8.00
Two weeks ago:	\$8.10-\$8.40
One week ago:	\$7.85-\$7.95
This week	\$7.90-\$8.05

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

Mississippi River:	(9 elevators)	2-5 days
Mid-Stream loaders:	(6+ Rigs)	0-1 days
Texas Gulf	(5 elevators)	0-8 days (3 facilities at zero days, 2 at 8 days)
Pacific Northwest:	(9 elevators)	0-4 days (6 facilities at zero days)

Panamax Market Spreads to Asia -China					
13-Jul-2023	GULF	PNW	Bushel Spread	Tonne Spread	Advantage
CORN	0.70	1.57	0.87	\$34.25	GULF
SOYBEANS	1.12	2.10	0.98	\$36.01	GULF
OCEAN FREIGHT	\$45.50	\$25.25	.51-.55	\$20.25	August

Currently there are no Corn or Soybean vessels in the PNW loading queue. It's all wheat and SBM.

### Grain Vessel Market Indications:

**\*\* Rates are estimates for the nearby-30-day period. 60-90 days forward physical rates will usually be higher.**

Soybean Panamax USG to Spain is running \$25.50 - \$26.50/mt.

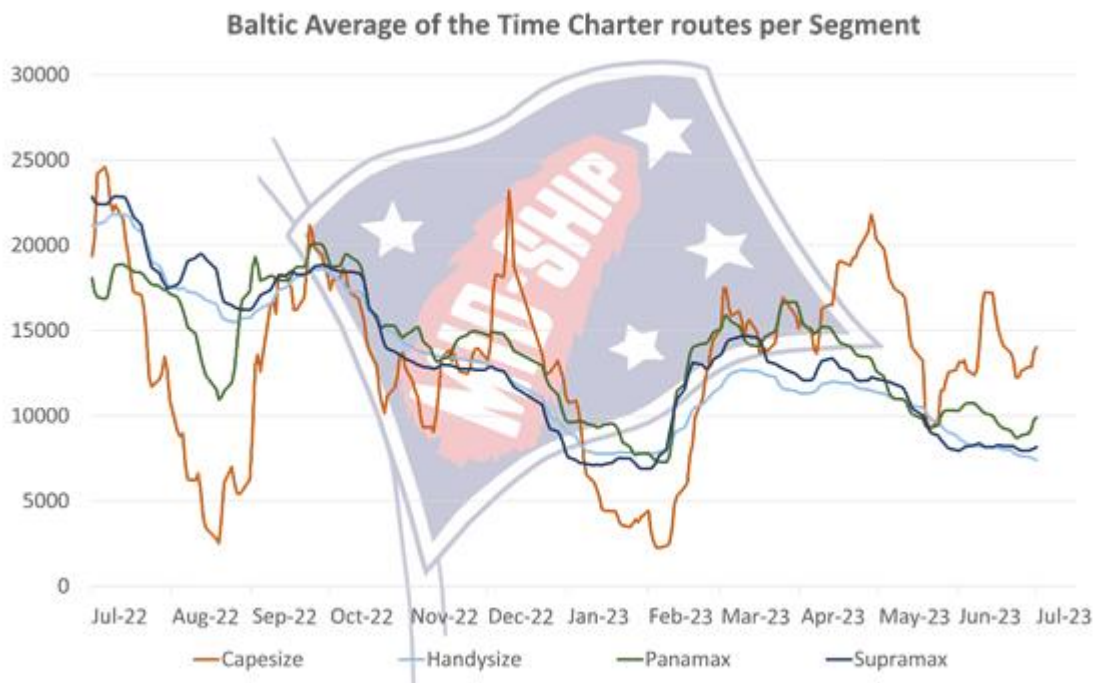
Soybean Brazil to Spain about \$34.50 - \$36.00/mt.

Route and Vessel Size	Current Week USD/MT	Change from previous week	Remarks
55,000 U.S. Gulf-Japan	\$46.75	Up \$0.50	Handymax \$46.75 mt
55,000 U.S. PNW- Japan	\$25.75	Up \$0.25	Handymax at \$25.50 mt
65,000 U.S. Gulf – China	\$45.50	Up \$0.50	North or South China
PNW to China	\$25.25	Up \$0.25	
25,000 U.S. Gulf- Veracruz, México	\$21.25	Unchanged	3,000 MT daily discharge rate
35-40,000 U.S. Gulf- Veracruz, México	\$18.00	Unchanged	Deep draft and 6,000 MT per day discharge rate.
30-38,000 U.S. Gulf- Colombia	\$26.25	Up \$0.25	<u>West Coast Colombia at \$29.25</u>
50,000 USG- E/C Colombia	\$24.25		
<u>East Coast Colombia</u> From Argentina	\$33.25		
40-45,000 U.S. Gulf - Guatemala	\$28.25	Up \$0.25	Acajutla/Quetzal - 8,000 out
30,000 US Gulf-Morocco	\$30.25	Up \$0.50	5,000 discharge rate
55-60,000 U.S. Gulf –Egypt	\$27.50	Up \$0.50	55,000-60,000 mt Egypt
PNW to Egypt	\$28.50		Romania - Russia- Ukraine \$16.00 - \$17.50 - \$49.00 - France \$23.00, Bulgaria \$16.00
58-74,000 U.S. Gulf – Europe – Rotterdam	\$25.00	Unchanged	Handymax at +\$2.50 more
Brazil, Santos –China	\$36.75	Up \$0.50	54-59,000 Supramax-Panamax
Brazil, Santos –China	\$34.75		60-66,000 Post Panamax
Up-River Port North Brazil	\$40.50		55-60,000 mt
56-60,000 Argentina-China	\$42.50	Up \$0.50	Up-River with Top Off Plus \$3.85-\$4.75
Deep draft			

## Baltic Dry Bulk Freight Index



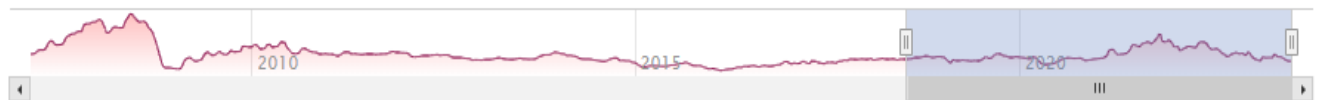
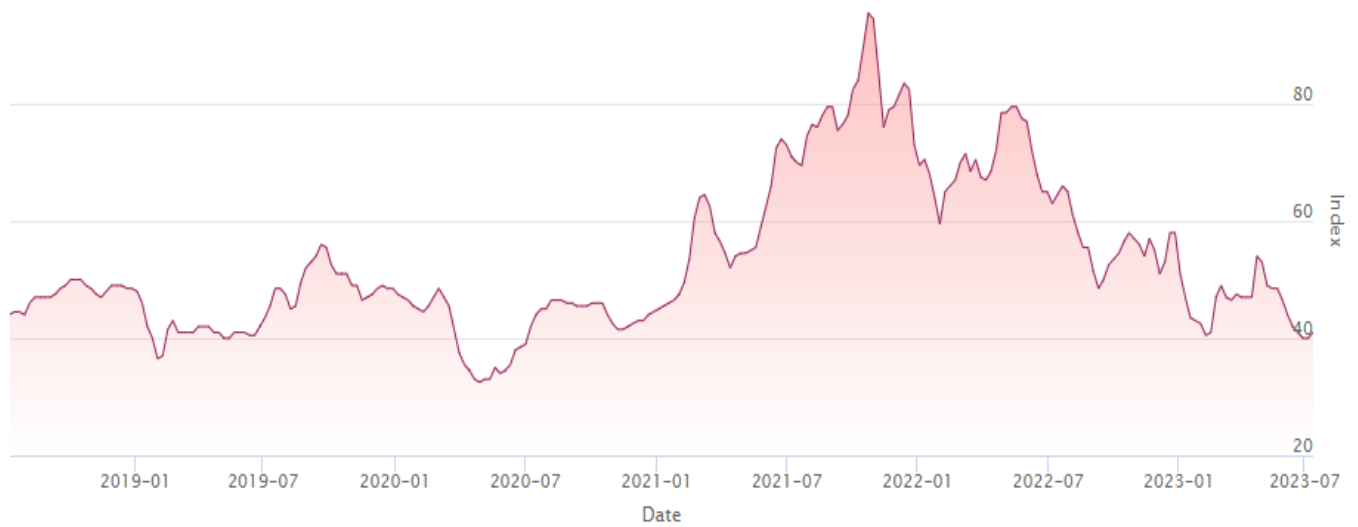
## The Baltic Dry Bulk Freight Index- Cape-Panamax-Supra and Handy



## YAMAMIZU Index


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

From 2018-07-12 To 2023-07-12



### China Import Dry Bulk Freight Index

2023-07-13

Description	Volume	Cargo	Unit	Rate	Change
Composite Index			Point	953.66	4.08
Iron ore Freight Index			Point	953.91	5.56
Dampier(West Australia)-Qingdao (China)	170000/10%	Iron ore	\$/ton	8.046	-0.047
Soybean Freight Index			Point	1027.1	5.36
Santos(Brazil)— North China	66000/10%	Soybean	\$/ton	34.73	0.2
Tacoma(West America)—North China	63000/10%	Soybean	\$/ton	25.34	0.11
Mississippi(US Gulf)—North China	66000/10%	Soybean	\$/ton	45.76	0.22

**13 July 2023 U.S. FOB Vessel Export Market Values:**

<b>U.S. Yellow Corn (USD/MT) FOB Vessel</b>					CORN	FUTURES
#2 YC	GULF # 2 YC		PNW # 3 YC		N =	5.9350
Max. 14.5% moisture	BASIS	FLAT PRICE	BASIS	FLAT PRICE	U =	4.9350
<b>Aug.</b>	0.70	<b>\$221.84</b>	1.57	<b>\$256.09</b>	Z =	5.0050
<b>Sept.</b>	0.68	<b>\$221.05</b>	1.54	<b>\$254.91</b>	H =	5.1200
<b>Oct.</b>	0.65	<b>\$222.63</b>	1.49	<b>\$255.69</b>	K =	5.1900
<b>Nov.</b>	0.73	<b>\$225.77</b>	1.57	<b>\$258.84</b>	N =	5.2225
<b>Dec.</b>	0.80	<b>\$228.53</b>	1.62	<b>\$260.81</b>		
<b>Jan.</b>	0.80	<b>\$233.06</b>	1.61	<b>\$264.95</b>		

There are currently no corn vessels the PNW export facility lineups. PNW rail corn markets for August are extremely thin with no bids. Without export business, not even big rail road incentives to Exporters to promote movement west & negative rail car values, can encourage business. PNW Fob vessel values are therefore a pure guessing game.

The Gulf spread between #2 YC & #3 YC is currently about .03 cents per bushel (1.10/mt) at USG but is out to .04/bushel in the PNW.

<b>SORGHUM (USD/MT) FOB VESSEL</b>		
#2 YGS Fob Vessel	TEXAS Gulf	
Max. 14.0% moisture	BASIS	FLAT PRICE
<b>Aug. (Z)</b>	1.55	<b>\$258.06</b>
<b>Sept. (Z)</b>	1.50	<b>\$256.09</b>
<b>Oct.</b>	1.50	<b>\$256.09</b>
<b>Nov.</b>	1.50	<b>\$256.09</b>
<b>Dec.</b>	1.55	<b>\$258.06</b>

Fob vessel Texas Gulf #2 Sorghum is about 113-116 % 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	
	<b>Aug.</b>	<b>Sept.</b>	<b>Oct.</b>	<b>Nov.</b>
FOB U.S. GULF	\$245.35	\$250.87	\$264.37	\$275.39
Basis	0.28	0.43	0.60	0.90
WN	6.2750			
WU	6.3975			
WZ	6.5950			

### **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>	1.12	<b>\$586.70</b>	2.10	<b>\$622.71</b>
<b>Sept.</b>	0.85	<b>\$545.27</b>	1.83	<b>\$581.28</b>
<b>Oct.</b>	0.78	<b>\$531.95</b>	1.68	<b>\$565.02</b>
<b>Nov.</b>	0.75	<b>\$530.85</b>	1.65	<b>\$563.92</b>
<b>Dec.</b>	0.78	<b>\$534.06</b>	1.62	<b>\$564.93</b>
<b>Soybean Futures</b>				
<b>July</b>	\$ 15.1800			
<b>Aug.</b>	\$ 14.8475			
<b>Sept.</b>	\$ 13.9900			
<b>Nov.</b>	\$ 13.6975			
<b>Jan.</b>	\$ 13.7550			
<b>Mar.</b>	\$ 13.0650			

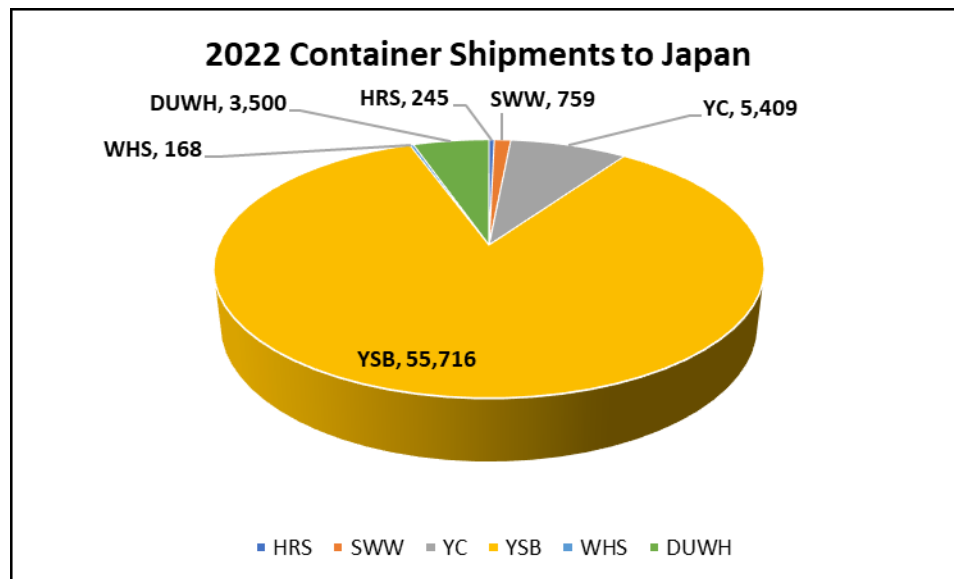
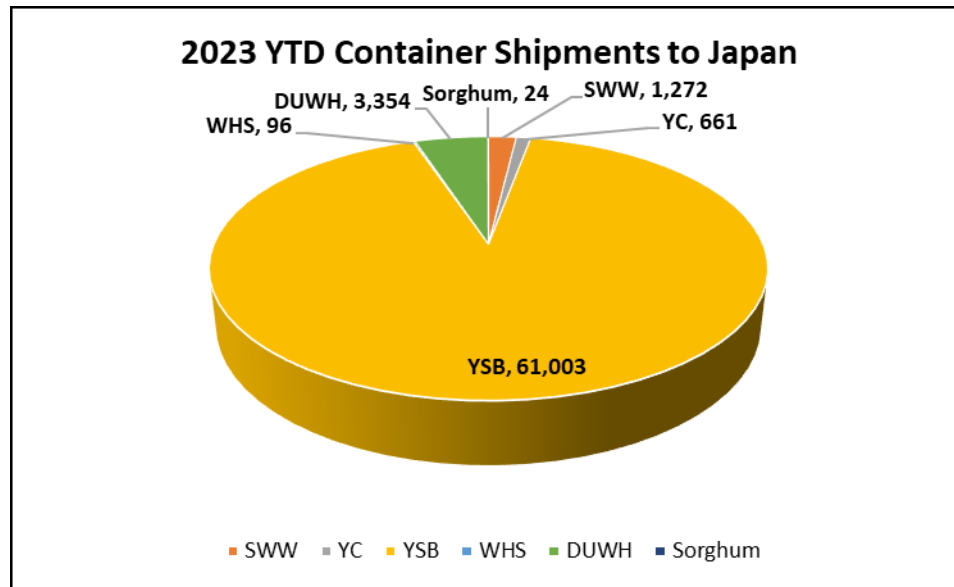
Currently, there are no soybean vessels in the PNW vessel lineup. Soybean cargo demand at PNW ports is therefore very thin and rail delivery markets there are difficult to accurately determine. Above Fob vessel values in the PNW are based on best guesses off interior values and spreads.

<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>	28.00	<b>\$ 496.46</b>
<b>Sept.</b>	38.00	<b>\$ 496.68</b>
<b>Oct.</b>	38.00	<b>\$ 484.99</b>
<b>Nov.</b>	38.00	<b>\$ 482.78</b>
<b>Dec.</b>	39.00	<b>\$ 483.89</b>
<b>SBM Futures</b>		
<b>SMN</b>	\$ 430.90	
<b>SMQ</b>	\$ 422.30	
<b>SMU</b>	\$ 412.50	
<b>SMV</b>	\$ 401.90	
<b>SMZ</b>	\$ 399.90	
<b>SMF</b>	\$ 396.40	

**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:		6-Jul-2023							
Last Week	metric tons								MT
	YC	WC	YSB	SRW	NS	HRW	SWH	Sorghum	TOTAL
China			2,081						2,081
Taiwan	1,028		24						1,052
Hong Kong									0
Costa Rica									0
Indonesia			13,887						13,887
French Poly									0
Japan			1,371					24	1,395
Korea Rep.									0
Dominicn Rep									0
Malaysia			1,003						1,003
Netherlands									0
Philippines	245		122						367
Thailand									0
Morocco									0
Burma									0
Spain									0
Cambodia									0
Vietnam			2,374		808				3,182
Sub Total:	1,273	0	20,862	0	808	0	0	24	22,967
USDA Corrections/Additions to previous reports:									
Taiwan	636		98						734
China									0
Hong Kong									0
Korea Rep.	367		171						538
Un Kingdom									0
Japan			220						220
Philippines									0
Indonesia			808	294					1,102
Malaysia									0
Thailand									0
Vietnam					220				220
Burma									0
Cambodia									0
Sub Total:	1,003	0	1,297	294	220	0	0	0	2,814
<b>Mt. Grand Total</b>	<b>2,276</b>	<b>0</b>	<b>22,159</b>	<b>294</b>	<b>1,028</b>	<b>0</b>	<b>0</b>	<b>24</b>	<b>25,781</b>
Number of Containers	99	0	963	13	45	0	0	1	

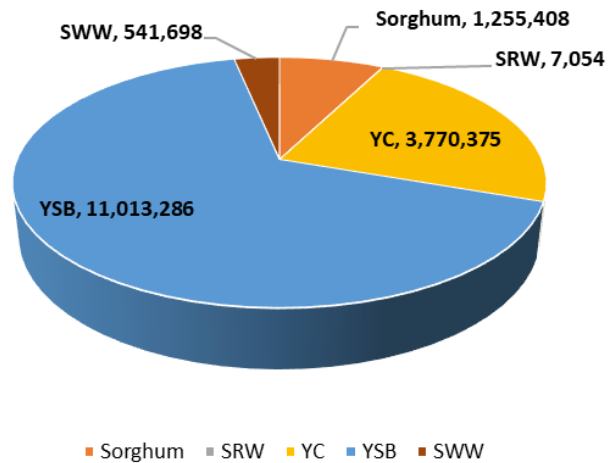
2023 YTD Totals versus 2022 Annual Totals Container Shipments (in MT)



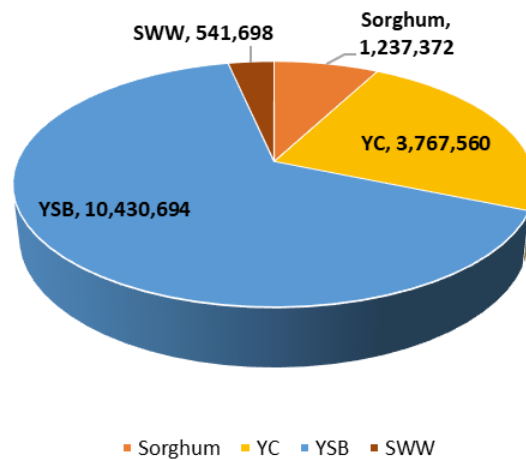


2023 YTD Grain Exports reported by USDA (in MT)

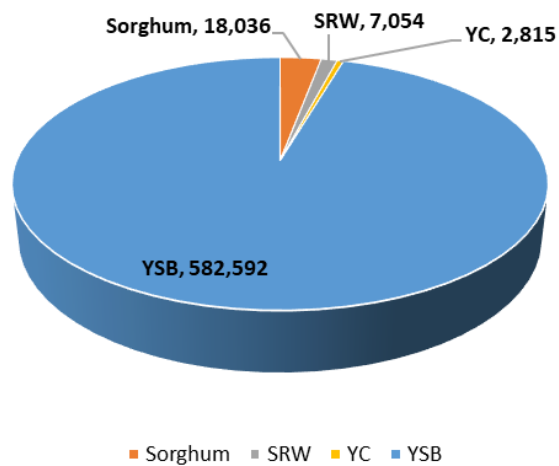
**2023 YTD Exports to China Main**



**YTD Vessel Shipments to China Main**



**YTD Container Shipments to China Main**



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

Source: USDA-data

## Shipping News

Lloyd's List @LloydsList · Jul 12

...

Is it the right time for consolidation in **dry bulk shipping**?



[lloydslist.maritimeintelligence.informa.com](https://lloydslist.maritimeintelligence.informa.com)

Is it the right time for consolidation in dry bulk shipping?

In theory it makes sense to buy into companies as share prices are trading below net asset values, but personality clashes and different ...

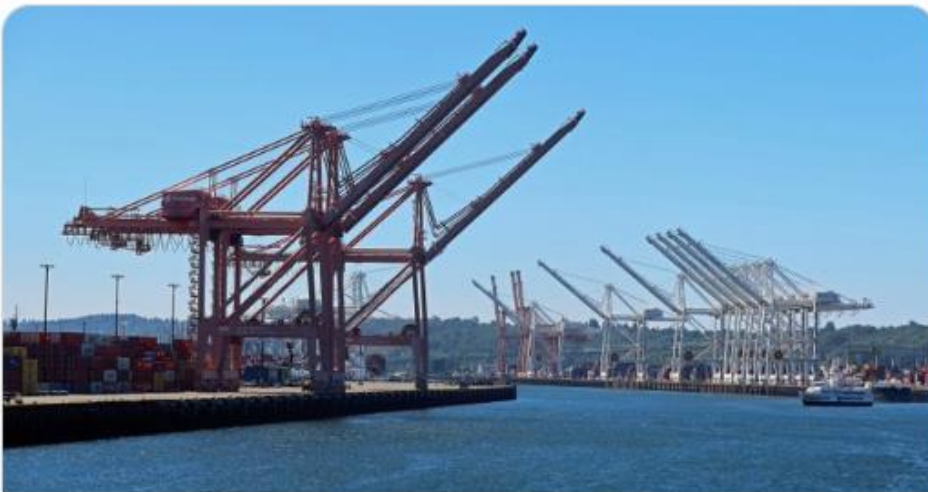
**BreakWave**  @DryBulkETF · 6h

...

After a raft of disappointing economic data and an increasing risk of deflation, reports yesterday suggested that the Chinese government is preparing more measures to support the world's second-largest

[#economy](#).

[#shipping](#) [#China](#)



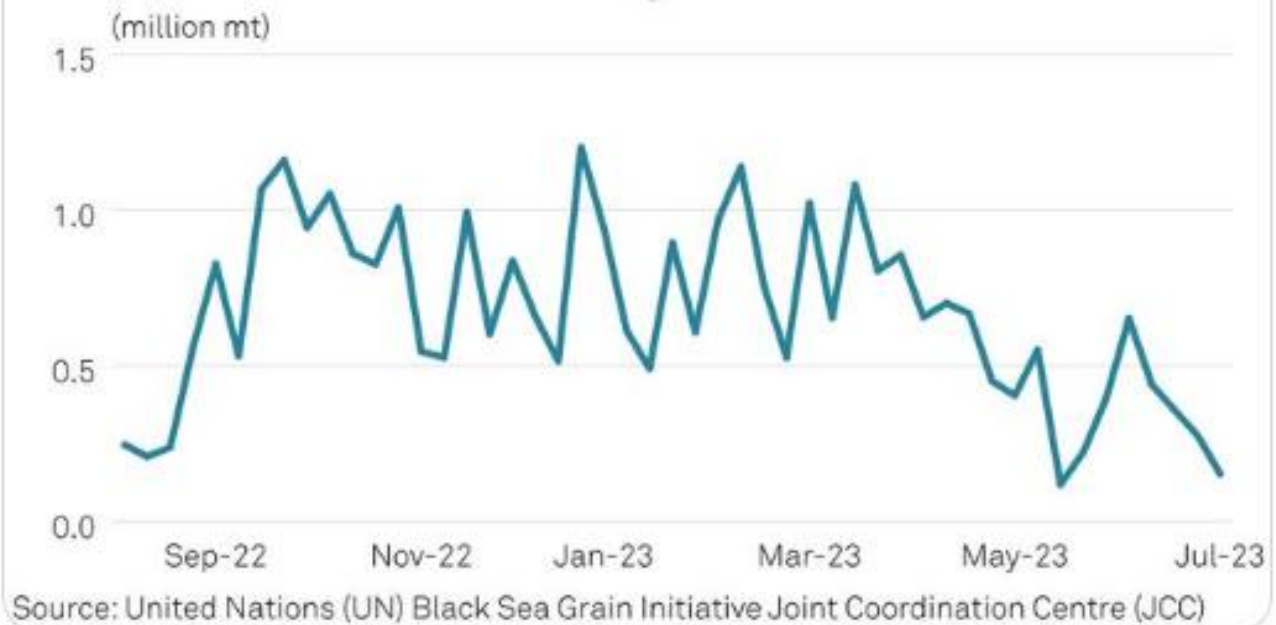
[breakwaveadvisors.com](https://breakwaveadvisors.com)

Shipfix-Global Market Update — Breakwave Advisors

Macro/Geopolitics, Commodity Markets, Freight and Bunker Markets

## Ukraine-Black Sea Shipments

### Weekly Ukrainian Black Sea grain flows



## U.S. Container Freight Markets

**Tom Craig** @LTDMManagement · 30m

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U.S. Container Imports Expected to Peak in August as Labor Disputes Pose Supply Chain Concerns



gcaptain.com

U.S. Container Imports Expected to Peak in August as Labor Disputes...  
U.S. container imports are expected to peak in August at a little over 2 million TEUs before slowly backing off, according to the National Reta...

**Tom Craig** @LTDManagement · 23m

...

US Dockworkers Will Refuse Canadian-Bound Cargo in Solidarity with Striking B.C. Workers. [#Retailers](#), [#manufacturers](#), [#wholesalers](#), & [#forwarders](#) need a new Plan B for [#exports](#) and [#imports](#). [#supplychain](#) [#logistics](#) [#maritime](#) [#trade](#) [#ILWU](#)



gcaptain.com

U.S. Dockworkers Will Refuse Canadian-Bound Cargo in Solidarity wi...  
Dockworkers on the U.S. West Coast will refusal to unload cargo  
destined for Canada in a display of solidarity with striking port worker...



**Green Marine** @worldmaritimene · 18h

...

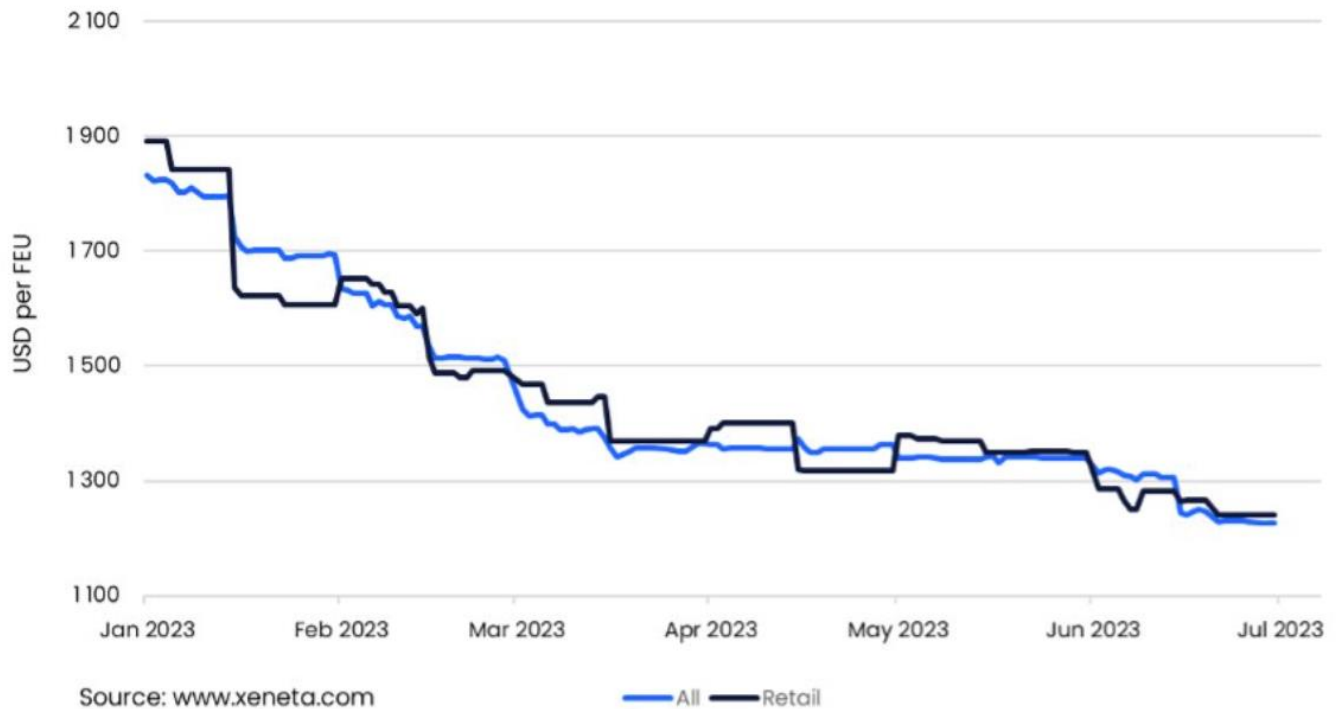
Evergreen confirms massive \$5 bln deal for 24 methanol-fueled containerships [bit.ly/44KDakR](https://bit.ly/44KDakR) #maritime #methanol #shipping #shippingnews #Decarbonization



offshore-energy.biz

Evergreen confirms massive \$5 bln deal for 24 methanol-fueled cont...  
Taiwanese container shipping major Evergreen Marine has sealed the order for twenty-four methanol dual-fuel containerships in a ...

## China to North Europe - Spot rates



## US Rail News:



**Lori Ann LaRocco** @loriannlarocco · 8h

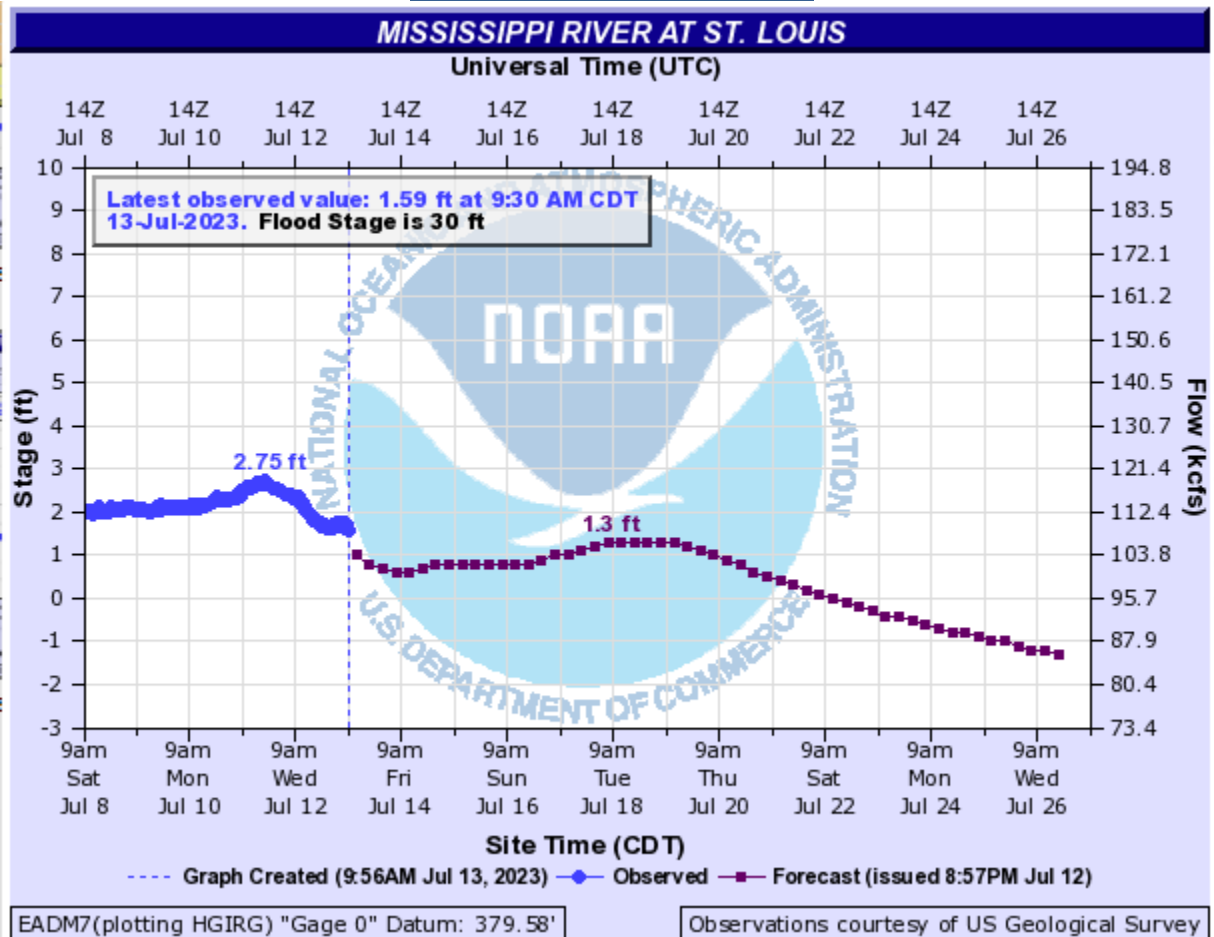
TRADE ALERT- Rail trade from Canada plummets due to West Coast ports strike, down nearly 50% [@AAR\\_FreightRail](#) [#VANCOUVER](#) [#RAIL](#) [#LABOR](#) [#ILWU](#)



[cnbc.com](http://cnbc.com)

Rail trade from Canada plummets due to West Coast ports strike, do...  
Rail trade from Canada to the U.S. has been cut in half as a result of West Coast ports strike.

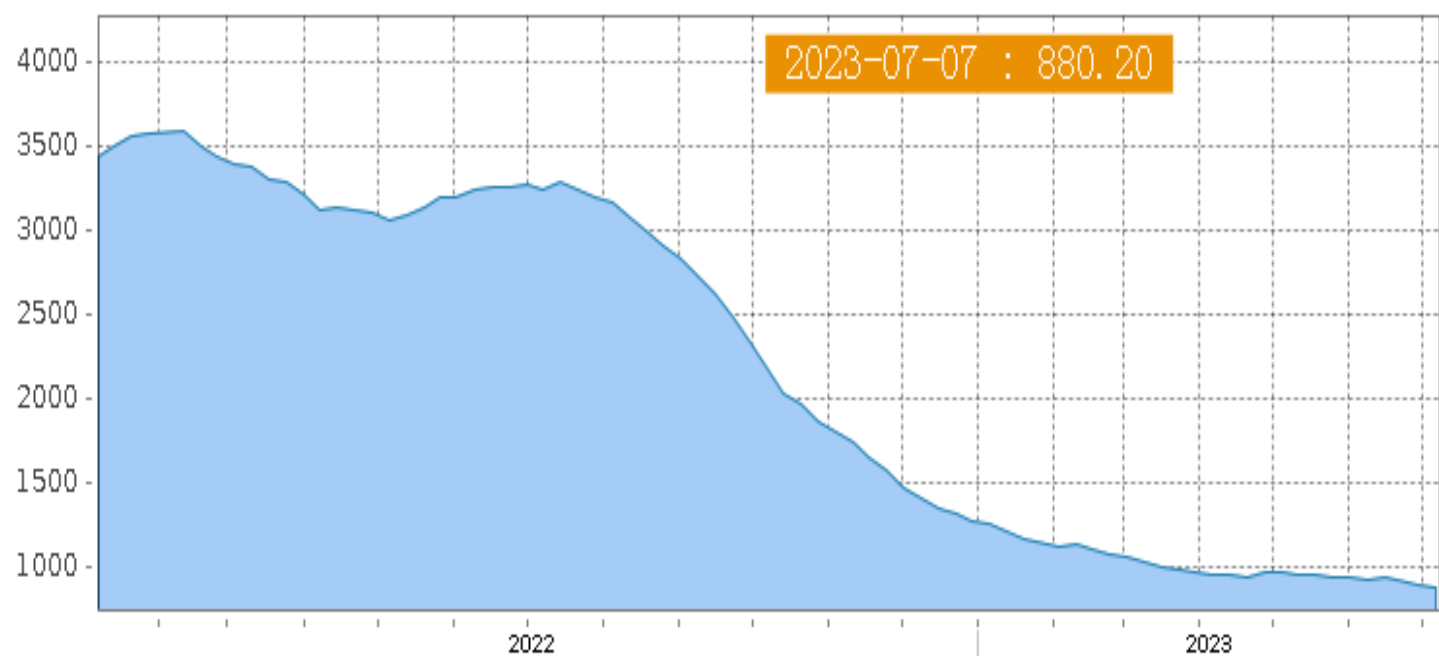
## U.S. River Markets



## China Import Dry Bulk Freight Index



## China Containerized Freight Index





### Secondary Rail Car Market for Car placement period: First August 2023

Secondary Rail Car Market Placement FH August 2023	BID USD	ASK USD	BID BU.	ASK BU.	BID MT	ASK MT
BNSF Shuttle Trains	\$ (350)	\$ (200)	\$ (0.09)	\$ (0.05)	\$ (3.44)	\$ (1.97)
UPRR Shuttle Trains	\$ (350)	\$ (200)	\$ (0.09)	\$ (0.05)	\$ (3.44)	\$ (1.97)

### **Barge Placement First Half August 2023**

Placement FH August 2023	% of		Corn	Soybeans-Wheat
	Tariff	MT	BU	BU
Upper Mississippi	450	\$ 30.70	0.78	0.84
Illinois River (Pekin and South)	415	\$ 28.32	0.72	0.77
Mid-Mississippi	425	\$ 20.89	0.53	0.57
Lower Ohio	425	\$ 20.89	0.53	0.57
St. Louis	375	\$ 16.49	0.42	0.45

Best Regards,

Jay

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Follow me on Twitter @ igpjay



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