



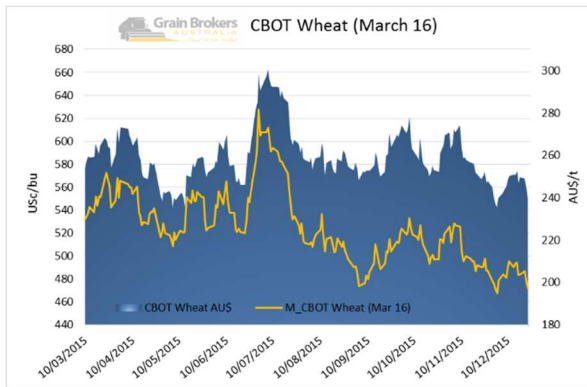
WEEKLY REPORT

26th December 2015

WHEAT

US Wheat markets pushed lower again prior to the Christmas holiday, as the market struggles with strong export competition and ample global supplies.

CBOT March 16 futures fell 14.6Usc/bu and finished the week at 469.4Usc/bu.



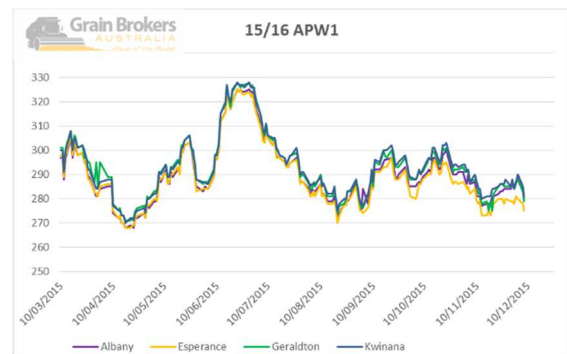
The winter wheat crop in the U.S. went into dormancy in decent enough shape. Some of the key states will update conditions over the winter, but the next benchmark for the market is Jan. 12, when USDA releases grain stocks and seedings reports.

Winter wheat in the Black Sea region appears to be improving after a rough start, though wheat production could still be down in Ukraine and perhaps Russia, but this is not seen as a major concern to buyers, considering the heavy global stocks.

Argentina returns as a competitive player in the world market, after the new government lifted currency and export controls. The recent changes has seen the Argentinian Peso weaken by nearly 27%.

Last week saw Argentina win the Egyptian wheat tender, with price being the clear deciding factor of the trade. Egypt purchased 120,000t of wheat at approx. \$175/t, with the best French offer at \$187/t and Russia at \$193/t. Making Argentina 10% protein wheat the cheapest in the world!!

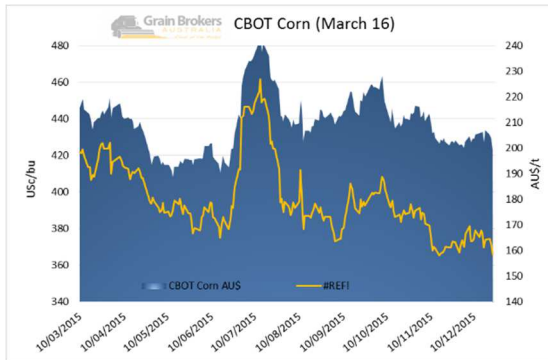
Russian lobbyists are calling for the Russian wheat export tax to be reduced. Russia is now the only mainstream exporter with export taxes in place. The markets have so far reacted bearishly to this news, as a lower tax could spur on the Russian export pace, in turn adding pressure to global wheat prices. Even if it does not increase export pace, Russian wheat may become more price-competitive with a lower tax.



CORN/BARLEY

Corn markets continue to feel the pressure of large supplies and cheap South American values. Corn finished lower ahead of the Christmas period.

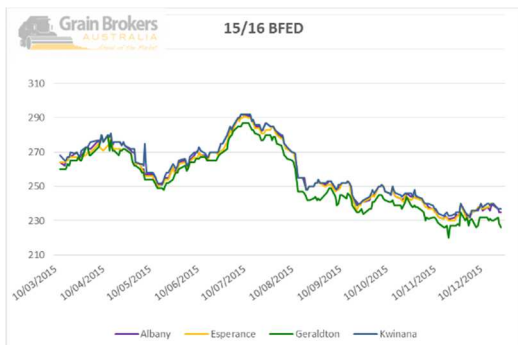
March 16 CBOT corn futures closed lower at US\$3.65 per bushel down 8.8 Usc/bu for the week.



Ukraine is likely to increase its harvest of barley to 8.8 million mt next year from 8.2 million mt in 2015 (a 4.7% increase year on year) according to UkrAgroConsult.

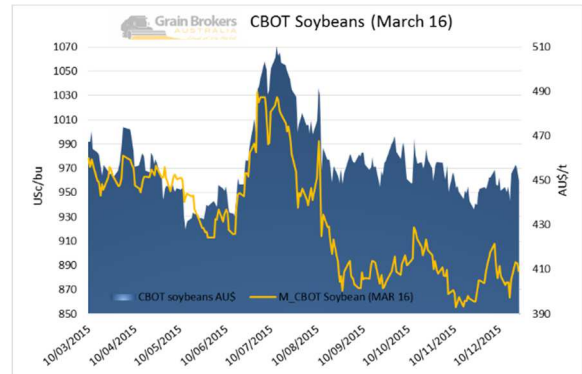
US maize plantings are also expected to increase year-on-year by Informa Economics and reach 36.0Mha in 2016, compared to the 35.8Mha the USDA estimates was planted in 2015.

Local feed barley remains firm at the mid \$230s.

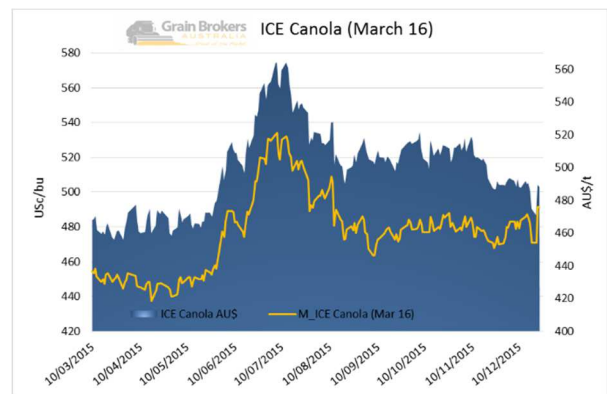


BEANS/CANOLA

Chicago May-16 soybean prices closed at 880.6 USc/bu, up 3Usc/bu in comparison to the previous week.



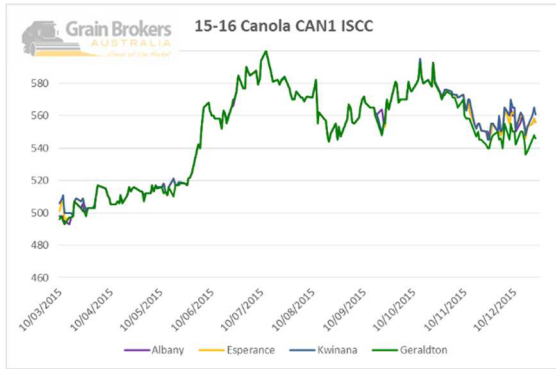
ICE Canola higher this week to close at CA\$491.3/t up \$200.3/t.



Lower than normal rainfall across northern parts of Brazil is an emerging concern for soyabean. Wetter weather will be needed in the north before crops start to reach their key reproductive stages in January to avoid yield potential being impacted.

Brazil's 2015/16 soybean crop forecast was lowered to 97.9 million mt, from their previous record breaking 101.1 million, so weather in the country is likely to remain in the spotlight into the New Year.

Argentina increased their estimate for the 15/16 bean planting area to 20.7 million hectares from a previous forecast of 20.6 million hectares



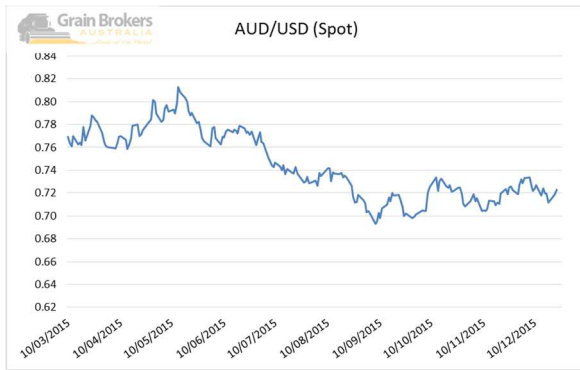
2015/16 FIS Prices				Basis Usc/bu		
Wheat APW1						
26/12/2015	This Week	Last Week	Change	This Week	Last Week	Change
Albany	277	286	-9	74	68	6
Esperance	275	281	-6	70	58	12
Kwinana	280	287	-7	80	69	11
Geraldton	275	287	-12	70	69	1

Canola ISCC 15/16			
Albany	555	553	2
Esperance	551	548	3
Kwinana	560	553	7
Geraldton	541	538	3

Feed Barley 15/16			
Albany	229	239	-10
Esperance	230	240	-10
Kwinana	231	240	-9
Geraldton	223	230	-7

AUSTRALIAN DOLLAR

The Australian dollar continues to hold and is currently trading above the 0.72 mark.



From the entire team at Grain Brokers, we wish you a Merry Christmas!

Mike Saunders.
0455111779

MARKET OVERVIEW

	26/12/2015	This Week	Last Week	Change
CBOT Wheat Mar 16	469.4	484	-14.6	
CBOT Wheat Dec 16	509.2	521	-11.8	
Kansas Wheat Mar15	469	481	-12	
MGEX Wheat Mar 15	496.7	508	-11.3	
Paris Wheat Spot	173.5	175	-1.5	
CBOT Corn Mar 16	365.4	374.2	-8.8	
CBOT Corn Nov 16	390	396.4	-6.4	
MATIF Corn Spot	151	158.75	-7.75	
MATIF Malt Barley Spot	214	214	0	
ICE Canola Mar 16	491.3	471	20.3	
ICE Canola Nov 16	489.8	486.8	3	
MATIF Rapeseed Spot	374.5	367.75	6.75	
CBOT S-Beans Mar 16	880.6	877.6	3	
CBOT S-Beans Nov 16	895.2	894	1.2	
AUD/USD	0.7232	0.7119	0.0113	
AUD/CAD	1.0022	0.992	0.0102	
AUD/EUR	0.6632	0.6572	0.006	