



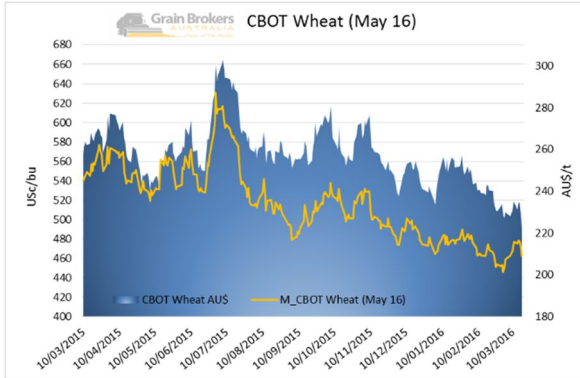
WEEKLY REPORT

19 March 2016

WHEAT

Wheat futures closed lower this week as the market shifted concerns from crop production weather concerns in the short term to burdensome stock levels and high prices relative to other competing nations.

CBOT March 16 futures finished the week at 462US¢/bu down 14.6 US¢/bu from the previous week. Prices fell below the 45 day moving average of US\$4.69.



The market was pushed back late last week, as the weather forecasts show much less risk of freeze damage in the HRW area and showers forecasted in the back end of the 10 day forecast.

Recent winter wheat crop conditions released by the USDA show 56% of the crop is in good-to-excellent (G/E) shape in Kansas wheat and is jointing earlier than usual, with 6% of the crop in that phase, versus the 5-year average of 2%. Texas wheat conditions gained 4 points

on the week, now sitting at 46% G/E. The Texan improvement was a surprise as the moisture remains a concern there and with the early move out of dormancy, farmers and traders are closely watching temperature levels for the next 2 weeks or so in the Southern Plains.

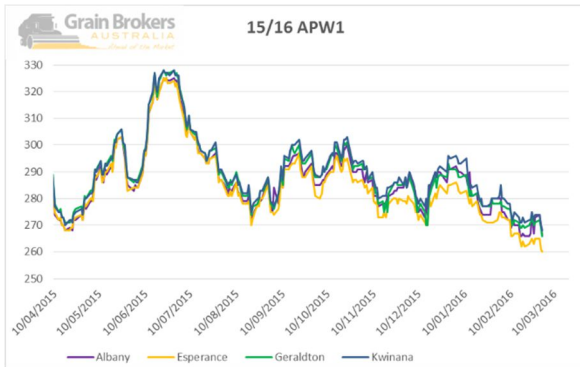
Drought has resumed in the main winter grain growing regions of Morocco. Field reports have seemingly confirmed the negative impact of severe drought on wheat crops, which could mean further export opportunities for the UK.

Although German crops have come through the winter in good condition according to the German association of farm cooperatives, wheat production will fall 1.7% to 26.10 million mt. the reduced levels is seen yields ease back from the very high levels last year.

Canadian wheat stocks will fall to their lowest levels since the 1950's. The AAFC, Canadian Farm Ministry cut their wheat July 2017 domestic stock levels by 400,000t to 3.70 million mt. The downgrade reflected weaker wheat sowing expectations in the key Prairies region, as farmers switch area to alternative crops with greater returns.

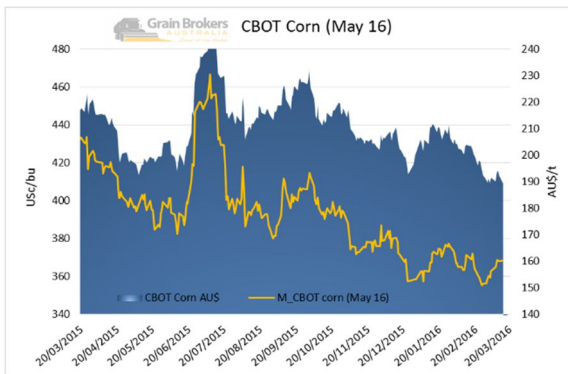
EU soft wheat export forecasts for 2015/16 were revised up by Strategie Grains, the increase driven mainly by higher exports from Poland. Exports of soft wheat are now

estimated at 28.8Mt, up 0.5Mt compared with a month earlier.

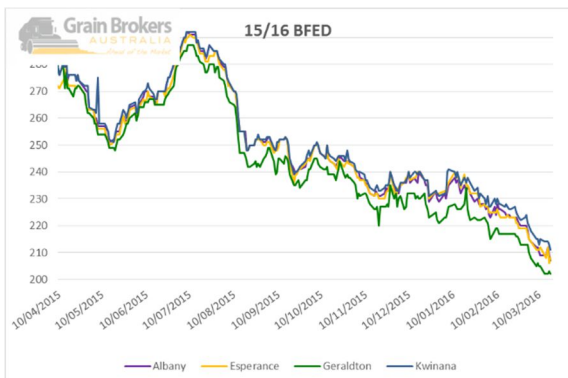


CORN/BARLEY

Corn prices have traded above the crucial support of US\$3.60. March 16 CBOT corn futures settled the week at US\$3.684 per bushel.

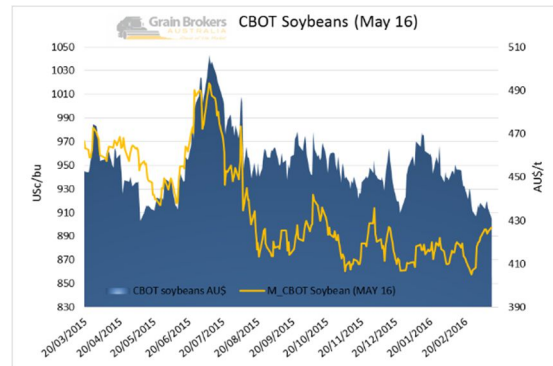


Analysts Informa Economics increased their forecast for US corn plantings to 36.2 million ha, up from 36 million ha in January. Their forecast is still slightly lower than that of the USDA last month, of 36.4 million ha.

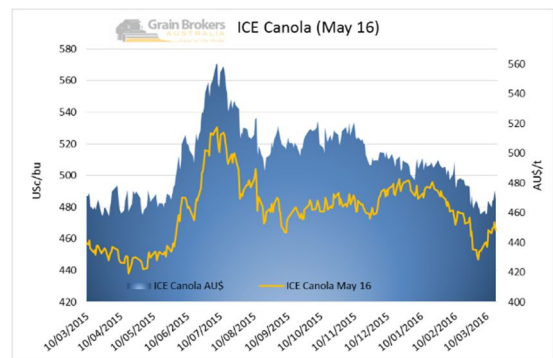


BEANS/CANOLA

Chicago May-16 soybean rallied and settled at 897.6 US\$/bu on Friday, the sharp rise owing to strong soybean oil exports.



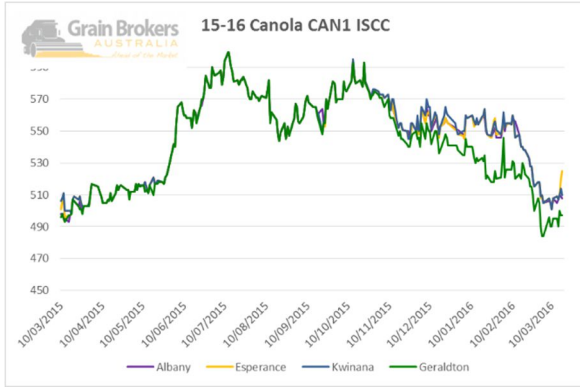
Canola remained relatively unchanged for the week with ICE Canola March 16 finishing at CA\$465.5 up CA\$0.2/t for the week.



US soybeans plantings are thought to be lower this year, with farmers switching to corn instead due to more favourable conditions, according to a survey by a US brokers company. Corn plantings across the surveyed 25 states are expected to rise by almost 1 million ha compared with 2015 to 36.6 million ha; whereas soybeans are expected to fall to 33.4 million ha, down by 30Kha year on year. The survey is ahead of the US Prospective Plantings estimates that will be released at the end of the month.

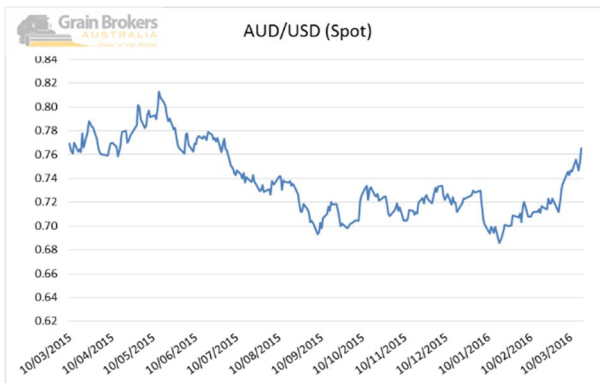
The latest rapeseed production estimate for India in 2015/16 is 5.8 million mt which is up 16% on the year, according to the Central Organisation for Oil Industry and Trade. The increase is expected due to good weather conditions in key growing regions.

Improved weather conditions in Argentina has caused revisions to Oil World's soybeans production estimate for 2015/16. They have increased their crop estimate to 59.5Mt, up 1.5Mt since last month. Soybean production in South America is now at a new high of 174.7Mt.



AUSTRALIAN DOLLAR

The Australian dollar has rallied strongly over the past week. The Aussie dollar has gone above the US76 cents mark levels not seen since July 2015.



MARKET OVERVIEW

	18/03/2016	This Week	Last Week	Change
CBOT Wheat May 16		462.4	477	-14.6
CBOT Wheat Dec 16		493.4	506	-12.6
Kansas Wheat May15		470.25	482.25	-12
MGEX Wheat May 15		509.75	512.5	-2.75
Paris Wheat Spot		153.5	154.25	-0.75
CBOT Corn May 16		368.4	362.6	5.8
CBOT Corn Nov 16		387.2	381	6.2
MATIF Corn Spot		153.5	151.75	1.75
MATIF Malt Barley Spot		214	214	0
ICE Canola May 16		465.5	465.3	0.2
ICE Canola Nov 16		476.7	470.6	6.1
MATIF Rapeseed Spot		356.5	349.75	6.75
CBOT S-Beans May 16		897.6	889.2	8.4
CBOT S-Beans Nov 16		909.2	900.6	8.6
AUD/USD		0.7653	0.7456	0.020
AUD/CAD		0.9934	0.9944	-0.001
AUD/EUR		0.6763	0.6673	0.009

2015/16 FIS Prices				Basis Usc/bu			
Wheat APW1							
18/03/2016	This Week	Last Week	Change	This Week	Last Week	Change	
Albany	266	275	-9	70	61	9	
Esperance	258	265	-7	53	41	12	
Kwinana	268	275	-7	74	61	13	
Geraldton	266	273	-7	70	57	13	

Canola ISCC 15/16			
Albany	508	508	0
Esperance	525	508	17
Kwinana	510	508	2
Geraldton	497	495	2

Feed Barley 15/16			
Albany	207	209	-2
Esperance	205	212	-7
Kwinana	211	215	-4
Geraldton	202	205	-3

Mike Saunders.
0455111779